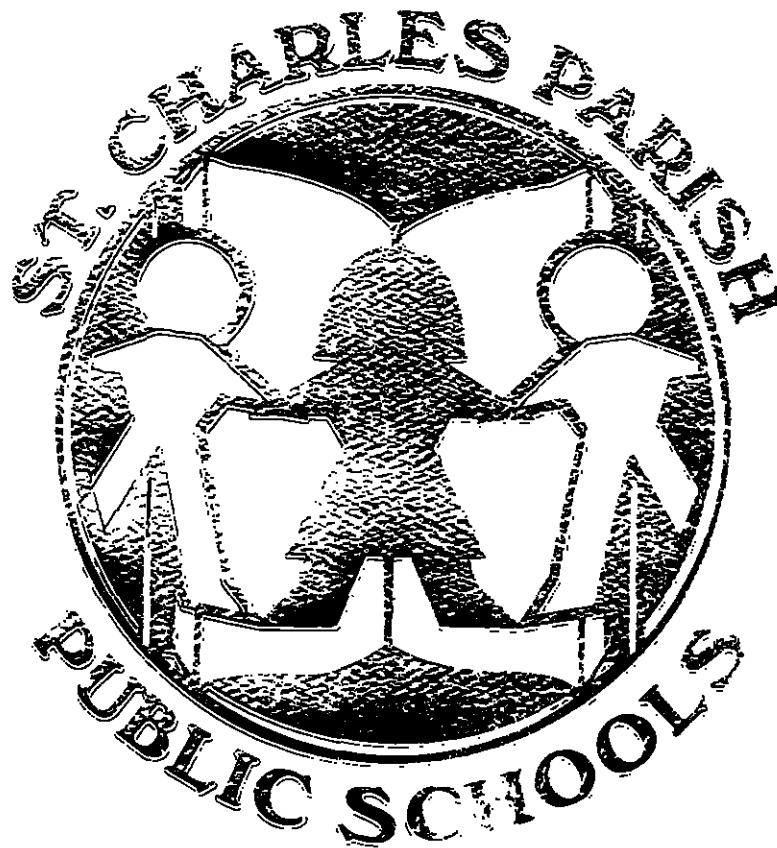


Comprehensive Annual Financial Report



RECEIVED
LEGISLATIVE AUDITOR
06 JAN -9 PM 1:45

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

1/18/06

St. Charles Parish School Board
Luling, Louisiana

July 1, 2004 – June 30, 2005

**ST. CHARLES PARISH
SCHOOL BOARD**

Luling, Louisiana

RECEIVED
LEGISLATIVE AUDITOR
06 JAN -9 PM 1:45

STATE OF LOUISIANA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR
July 1, 2004 – June 30, 2005**

**Prepared by
Department of Administration**

**James B. Melohn
Comptroller**

ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2005
TABLE OF CONTENTS

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>INTRODUCTORY SECTION:</u>		
School Board Officials		i
Affidavit		ii
Transmittal Letter to the Office of the Legislative Auditor		iii
Transmittal Letter to Board Members		iv
Organizational Structure for the St. Charles Parish School Board		viii
Certificate of Achievement for Excellence in Financial Reporting		ix
Certificate of Excellence in Financial Reporting		x
<u>FINANCIAL SECTION:</u>		
<u>INDEPENDENT AUDITORS' REPORT</u>		1
<u>MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) (Unaudited)</u>		3
<u>BASIC FINANCIAL STATEMENTS</u>		
Government-wide Financial Statements:		
Statement of Net Assets	1	10
Statement of Activities	2	11
Fund Financial Statements:		
Balance Sheet – Governmental Funds	3	12
Reconciliation of the Governmental Funds Balance Sheet - to the Statement of Net Assets	4	13
Combined Statement of Revenues, Expenditures and Changes in Fund Balances –Governmental Funds	5	14
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	6	15
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Adjusted to Budgetary Basis) – General Fund	7	16
Statement of Fiduciary Net Assets	8	17
Statement of Changes in Fiduciary Net Assets	9	18
Notes to the Financial Statements		19
<u>COMBINING INDIVIDUAL FUNDS FINANCIAL STATEMENTS AND SCHEDULES</u>		
<u>GENERAL FUND</u>		
Title and Description		39
Comparative Balance Sheet	A-1	40

ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2005
TABLE OF CONTENTS – CONTINUED

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>COMBINING, INDIVIDUAL FUNDS AND ACCOUNT GROUPS STATEMENTS - CONTINUED</u>		
<u>GENERAL FUND - CONTINUED</u>		
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	A-2	41
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Adjusted to Budgetary Basis)	A-3	42
<u>SPECIAL REVENUE FUNDS</u>		
Title and Description		43
Combining Balance Sheet	B-1	44
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	B-2	46
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Adjusted to Budgetary Basis)	B-3	48
<u>DEBT SERVICE FUNDS</u>		
Title and Description		53
Combining Balance Sheet	C-1	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	C-2	56
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Adjusted to Budgetary Basis)	C-3	58
<u>CONSTRUCTION FUND</u>		
Title and Description		61
Comparative Balance Sheet	D-1	62
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	D-2	63
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Adjusted to Budgetary Basis)	D-3	64

ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2005
TABLE OF CONTENTS – CONTINUED

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>TRUST AND AGENCY FUNDS</u>		
Title and Description		65
Combining Balance Sheet	E-1	66
Comparative Balance Sheet	E-2	67
Combining Schedule of Changes in Assets and Liabilities	E-3	68
Schedule of Changes in Deposit Balances, by Schools - Student Activity Fund	E-4	70
Schedule of Changes in Deposit Balances - Sales Tax Fund	E-5	71
Schedule of Changes in Deposit Balances - Region I Service Center	E-6	72
<u>OTHER GOVERNMENTAL FUNDS</u>		
Title and Description		73
Combining Balance Sheet	F-1	74
Combining Statement of Revenues, Expenditures and Changes in fund balances	F-2	75
<u>STATISTICAL SECTION (Unaudited):</u>		
General School System Expenditures by Function – Governmental Fund Types	Table 1	76
System Revenue by Source	Table 2	78
Property Tax Levies and Collections	Table 3	79
Assessed Valuation	Table 4	80
Assessed and Estimated Actual Value of Taxable Property	Table 5	81
Ratio of Net General Bonded Debt to Assessed Value and Per Capita	Table 6	82
Value of Exempt Industrial Property Under 10 Year Contracts	Table 7	84
Parishwide Property Tax Millage	Table 8	85
Property Tax Bonded Debt - Ratio of Net Bonded Debt to Assessed Value	Table 9	87
Ratio of Net Sales Tax Debt to Total Sales – Sales Tax Bonds	Table 10	88
Legal Debt Margin	Table 11	89
Ratio of Annual Debt Service to Total Expenditures	Table 12	90

ST. CHARLES PARISH SCHOOL BOARD
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2005
TABLE OF CONTENTS – CONTINUED

	<u>Statement/ Schedule/ Table</u>	<u>Page</u>
<u>STATISTICAL SECTION (Unaudited) - CONTINUED:</u>		
Computation of Direct and Overlapping Bonded Debt	Table 13	91
Property Value, Construction and Bank Deposits	Table 14	92
Principal Property Taxpayers	Table 15	93
Average Daily Attendance and Membership	Table 16	94
Demographic Statistics	Table 17	95
Schedule of Insurance Coverage	Table 18	97
Comparative Schedule of Compensation Paid to Board Members	Schedule F-1	99

FEDERAL FINANCIAL ASSISTANCE SECTION:

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and other Matters Based upon the Audit Performed in Accordance with Government Auditing Standards		100
Independent Auditors' Report on Compliance and Internal Control over Compliance Applicable to Each Major Federal Award Program and on the Schedule of Expenditures of Federal Awards		101
Schedule of Federally Assisted Program Activity	Schedule G-1	103
Footnotes to the Schedule of Federally Assisted Program Activity		105
Schedule of Findings and Questioned Costs	Schedule G-2	106
Summary of Prior Year Findings		107

STATE REPORTING SECTION:

Report on Applying Agreed-upon Procedures		108
General Fund Instructional and Support Expenditures and Certain Local Revenue Sources	Schedule H-1	111
Education Levels of Public School Staff	Schedule H-2	112
Number and Type of Public School	Schedule H-3	113
Experience of Public Principals and Full-time Classroom Teachers	Schedule H-4	114
Public School Staff Data	Schedule H-5	115
Class Size Characteristics	Schedule H-6	116
Louisiana Educational Assessment Program (LEAP) for the 21 st Century	Schedule H-7	117
The Graduation Exit Exam for the 21 st Century	Schedule H-8	118
The IOWA Test	Schedule H-9	119

Introductory Section

COMPREHENSIVE ANNUAL FINANCIAL REPORT

JULY 1, 2004 - JUNE 30, 2005

SCHOOL BOARD OFFICIALS

ST. CHARLES PARISH SCHOOL BOARD

13855 River Road
Luling, Louisiana 70070

BOARD OF EDUCATION

Mrs. Mary S. Bergeron	President
Mr. John W. Robichaux	Vice-President
Mrs. Cindy Brasher	Member
Mr. Steven M. Crovetto	Member
Mr. Alfred Green	Member
Mr. Wayne T. Roussel	Member
Mr. Clarence H. Savoie	Member
Mr. John L. Smith	Member

CENTRAL ADMINISTRATION

Dr. Rodney R. Lafon	Superintendent
Mrs. Felecia Gomez	Assistant Superintendent
Mr. John Walker	Assistant Superintendent
Mr. Larry Sesser	Executive Director Plant Operations
Mr. Paul Gibson	Director Human Resources
Mrs. Yvonne Adler	Administrative Assistant and Executive Director of Special Ed. & Student Services
Ms. Rachael Allemand	Executive Director Curriculum and Instruction

COMPTROLLER
James B. Melohn

ST. CHARLES PARISH SCHOOL BOARD
ANNUAL FINANCIAL STATEMENTS

June 30, 2005

A F F I D A V I T

Personally came and appeared before the undersigned authority, Dr. Rodney R. Lafon, Superintendent of Schools for St. Charles Parish, who duly sworn deposes and says, that the financial statements herewith given present fairly the financial position of the St. Charles Parish School Board as of June 30, 2005, and the results of operations for the year then ended, in accordance with generally accepted accounting principles, applied on a basis consistent with that of the preceding year, and include all accounts under the St. Charles Parish School Board control.

Rodney Lafon

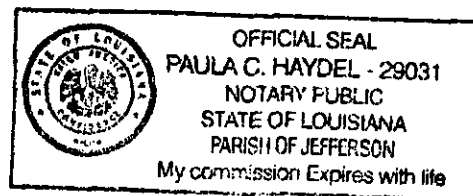
Dr. Rodney R. Lafon

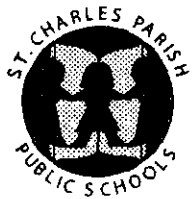
Sworn to and subscribed before me, this 20th day of December, 2005.

Paula C. Haydel

NOTARY PUBLIC

Address of 13855 River Road
School Board: Luling, LA 70070
Phone No: (985) 785-6289





St. Charles Parish Public Schools

13855 River Road • Luling, Louisiana 70070
(985) 785-6289 • www.stcharles.k12.la.us



December 20, 2005

Office of the Legislative Auditor

Attention: Steve J. Theriot, CPA

P. O. Box 44397

Baton Rouge, LA 70804

Dear Mr. Theriot:

In accordance with the Revised Statutes 24:514, enclosed is the annual financial statements for the St. Charles Parish School Board for the fiscal year ended June 30, 2005. The report includes all funds under the control and authority of the School Board. The accompanying financial statements have been prepared in accordance with generally accepted accounting principles.

Sincerely,

A handwritten signature in cursive script that reads "Rodney Lafon".
Dr. Rodney R. Lafon

Superintendent

Enclosures

RRL/jm

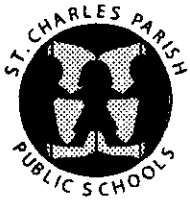
Members

Alfred Green, Hahnville, LA
Mary S. Bergeron, Luling, LA
Cindy Brasher, Destrehan, LA
Clarence H. Savoie, Paradis, LA
John L. Smith, St. Rose, LA
John W. Robichaux, Norco, LA
Stephen M. Crovetto, Boutte, LA
Wayne T. Roussel, Destrehan, LA

Dr. Rodney R. Lafon
Superintendent

Mary S. Bergeron
President

John W. Robichaux
Vice-President



St. Charles Parish Public Schools

13855 River Road • Luling, Louisiana 70070
(985) 785-6289 • www.stcharles.k12.la.us



December 20, 2005

Citizens of St. Charles Parish and
Members, Board of Education
St. Charles Parish School Board
Luling, Louisiana

The Comprehensive Annual Financial Report of the St. Charles Parish School Board, Luling, Louisiana for the fiscal year ended June 30, 2005 is presented on the following pages. The report was prepared by the School Board's business office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the School Board. We believe the data as presented is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operations of the School Board as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the School Board's financial affairs have been included. A narrative explanation of the districts activity can be found in the Managements Discussion and Analysis found on page 3.

Reporting Standards

This report was prepared in accordance with guidelines recommended by the Governmental Accounting Standards Board (GASB) of the Financial Accounting Foundation. GASB is the successor organization to the National Council on Governmental Accounting (NCGA) and was established to promulgate standards of financial accounting and reporting for state and local governments. GASB Statement 1 provides for NCGA pronouncements currently in effect to be considered as Generally Accepted Accounting Principles until amended or superseded by GASB. Therefore, NCGA statements and interpretations are often referred to in this report.

Report Organization

The Report consists of five sections: the Introductory Section, the Financial Section, the Statistical Section, the Federal Financial Assistance Section and the State Reporting Section. The Introductory Section includes this and the preceding letter of transmittal along with other miscellaneous data concerning the organization of the reporting entity. The Financial Section includes management's discussion and analysis, the government wide financial statements, and the combining and individual fund financial statements and other supplemental information. The Statistical Section includes data prepared from both accounting and non-accounting sources for the purpose of reflecting financial trends and fiscal capacity of the School Board, as well as other social and economic information. The Federal Financial Assistance Section includes all required reports from independent auditors, as well as a detail of all Federal financial assistance received. The State Reporting Section includes performance and statistical data included in reports compiled by the Louisiana Department of Education

Members

Alfred Green, Hahnville, LA
Mary S. Bergeron, Luling, LA
Cindy Brasher, Destrehan, LA
Clarence H. Savoie, Paradis, LA
John L. Smith, St. Rose, LA
John W. Robichaux, Norco, LA
Stephen M. Crovetto, Boutte, LA
Wayne T. Roussel, Destrehan, LA

Dr. Rodney R. Lafon
Superintendent

Mary S. Bergeron
President

John W. Robichaux
Vice-President

Reporting Entity

GASB statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the School Board has a separately elected governing body and is legally separate and fiscally independent, the School Board is a separate governmental reporting entity.

Services Provided

The St. Charles Parish School Board is a legislative body authorized to govern the public education system of the Parish of St. Charles, Louisiana. It is the responsibility of the School Board to make public education available to the residents of St. Charles Parish. These services include providing instruction personnel, instructional materials, instructional facilities, administrative support, business services, system operations, plant maintenance and bus transportation.

Internal Accounting Control

The management of the St. Charles Parish School Board is responsible for establishing and maintaining a system of internal accounting control. The objective of a system of internal accounting control is to provide reasonable, but not absolute, assurance that Board policy, administrative procedures and accounting procedures are fully implemented and are being adhered to. In addition, internal accounting controls are designed to provide reasonable but not absolute, assurance regarding: (1) the safe-guarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

Accounting Systems and Budgetary Control

The School Board reports on a modified accrual basis of accounting except for the Ethel Schoeffner Scholarship Fund which is a non-expendable trust fund and is reported on the accrual basis of accounting. The School Board's budget is prepared and the School Board's accounting records are generally maintained on the same basis. The Notes to the Financial Statements expand upon this and all other accounting policies.

This is the twenty-second year that the financial statements were prepared in accordance with the standards set forth in the Codification of Governmental Accounting and Financial Reporting Standards (issued by the Governmental Accounting Standards Board), and subsequent pronouncements. The Association of School Business Officials has also adopted these standards. The presentation allows the reader to obtain an overview of the School Board's financial operations by viewing the combined statements in the front of the report. More progressively detailed presentations are available to the reader throughout the remainder of the report.

Budgetary control is maintained at the fund level. Variances with the budget at this level, as well as line item levels, are reported to the School Board's management monthly. In developing the School Board's accounting system, consideration is given to the adequacy of internal accounting controls. We believe the School Board's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Financial Review

Expenditures increased from \$81,072,111 in 2004 to \$84,049,662 in 2005 in the General Fund, an increase of 3.7%. The revenues of the General Fund increased from \$87,805,176 in 2004 to \$93,177,581, representing an increase of 6.1%. This was due primarily to an increase in revenue from sales tax, ad valorem tax and state revenues. The General Fund closed the year with an undesignated fund balance of \$17,925,564, which reflects an increase of 42.7% from the \$12,558,409 balance at June 30, 2004.

Special Revenue Funds were received and expended in fulfilling the intent of the program design. Revenues increased from \$11,869,555 in 2004 to \$13,309,252 in 2005, which represents a 12.1% increase.

During the year the Debt Service Funds retired principal of \$4,080,000. The Debt Service Funds ended the fiscal year with a fund balance of \$5,422,302, which will be used to pay principal and interest for the remainder of the calendar year.

Both Moody's and Standard and Poors bond rating services rate the School Board's general obligation and revenue bonds. The latest rating given for the March 2002 bond issue was a rating of "A1" by Moody's and "A" by Standard and Poors on the general obligation bonds and a "A2" by Moody's and "A-" on the sales and use tax revenue bonds.

The Capital Projects Funds reflects payments made for the improvement and upkeep of the St. Charles Parish facilities and the construction projects. These funds have a combined fund balance of \$1,774,428 at June 30, 2005 compared to \$9,646,243 for the 2004 fiscal year. This decrease was due to completion of several projects that were part of the 28 million dollar bond issue of March 1, 2002. Revenues were also provided through ad valorem taxes and interest income.

Debt Administration

All of the School Board's existing long-term debt is scheduled to be retired within twenty years. All bond and interest payments are handled through the fiscal agents for each separate issue.

Fixed Assets

The capital assets of the School Board are those fixed assets used in the performance of general governmental functions. As of June 30, 2005, the capital assets of the School Board amounted to \$79,236,920, net of accumulated depreciation. The amount represents the historical cost or estimated historical cost if historical cost is not available, of the assets.

Cash Management

The School Board currently invests all idle funds with either the local banks based on competitive bid or invests in governmental securities through national investment firms. The School Board has invested, as of June 30, 2005, \$36,206,071. Investments through the Board's fiscal agents are fully secured through the pledge of bank-owned securities or federal deposit insurance.

Risk Management

The School Board has maintained a limited risk management program during the year ended June 30, 2005 for workman's compensation. The School Board continues to carry various forms of liability insurance including, but not limited to excess workers' compensation coverage, property and casualty, error and omissions, and general liability.

Independent Audit

The Revised Statutes of the State of Louisiana require an audit of the book of accounts, financial records and transactions of all funds of the School Board. This year's audit was performed by Deloitte & Touche LLP.

Financial Forecast

The citizens of St. Charles Parish approved a one-cent increase in sales tax in 2002 that helped the school system address the reduction in revenue of previous years. Additionally, growth in sales tax revenues along with implementation of program budgeting assisted in evaluating programs. Based on input from the schools, programs were continued, combined or eliminated. These moves have placed the St. Charles Parish School Board in a sound financial position.

Several major accomplishments took place during FY2005. The school system was awarded the distinction of being named an accredited school district by the Southern Association of Schools and Colleges. St. Charles Parish Public Schools was one of the first in the nation to receive this designation. Additionally, the students of St. Charles Parish scored in the top five in the state on all standardized tests.

The assessed value of taxable property for the 2005 fiscal year experienced some modest increase from 2004. Based on items coming off ten-year exemption we are expecting moderate growth over the next ten years. While there are new companies added to the tax rolls each year, the major revenues are still derived from the numerous petrochemical plants and the nuclear power plant located in the parish.

Financial Reporting Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to St. Charles Parish School Board for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

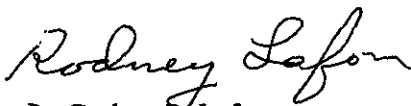
The St. Charles Parish School Board also received the Association of School Business Officials Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2004.


Acknowledgments

It is our desire that this report contains the necessary information and data, which will provide a better understanding of the operations of our school system. It is further hoped that this report has been designed in a manner to be used as an administrative tool and general source of information so as to enhance our accountability to the public.

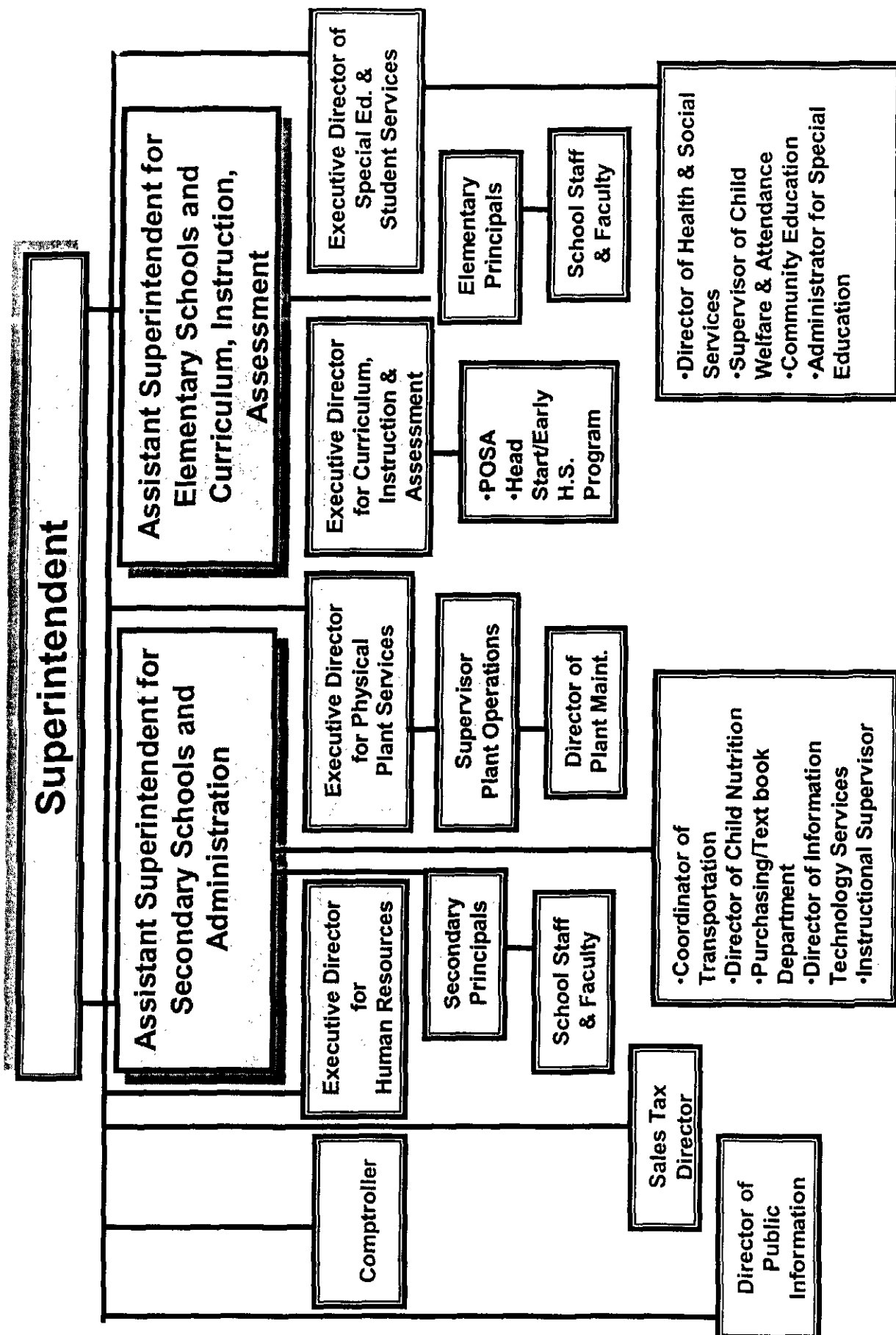
We would like to take this opportunity to express our sincere appreciation to the accounting staff and other participating employees whose efforts contributed significantly in the timely preparation of this report.

Respectfully submitted,


Dr. Rodney R. Lafon
Superintendent


James B. Melohn
Comptroller

District Administrative Organization Structure



Certificate of Achievement for Excellence in Financial Reporting

Presented to
St. Charles Parish
Public School Board,
Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

A Certificate of Achievement for Excellence in Financial
Reporting is presented by the Government Finance Officers
Association of the United States and Canada to
government units and public employee retirement
systems whose comprehensive annual financial
reports (CAFRs) achieve the highest
standards in government accounting
and financial reporting.



Nancy L. Ziehl

President

Jeffrey R. Emer

Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

ST. CHARLES PARISH SCHOOL BOARD

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2004

Upon recommendation of the Association's Panel of Review which has judged the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

James M. Timberlake
President

James W. Keller
Executive Director

Financial Section

Independent Auditors' Report

INDEPENDENT AUDITORS' REPORT

To the Members of the School Board of
St. Charles Parish, Louisiana:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of The St. Charles Parish School Board as of and for the year ended June 30, 2005, which collectively comprise The St. Charles Parish School Board's basic financial statements, as listed in the foregoing table of contents. These financial statements are the responsibility of The St. Charles Parish School Board's management. Our responsibility is to express an opinion on the respective financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the respective financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the respective financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of The St. Charles Parish School Board as of June 30, 2005, and the respective changes in financial position, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis on pages 3 through 9 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. This supplementary information is the responsibility of The St. Charles Parish School Board's management. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit such information and we do not express an opinion on it.

Our audit was conducted for the purpose of forming an opinion on The St. Charles Parish School Board's respective financial statements that collectively comprise The St. Charles School Board's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. This additional information is the responsibility of The St. Charles Parish School Board's management. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, are fairly presented in all material respects when considered in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 20, 2005 on our consideration of The St. Charles Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Deloitte & Touche LLP

December 20, 2005

Basic Financial Statements

**ST. CHARLES PARISH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2005
(Unaudited)**

As management of the St. Charles Parish School Board, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages iv to vii of this report.

FINANCIAL HIGHLIGHTS

- The District's total net assets of governmental activities increased \$9.8 million which represents a 26.0 percent increase from fiscal year 2004 as a result of current year funding used for capital additions and reductions in outstanding debt.
- General revenues amounted to \$102.5 million in revenue, or 88.0 percent of all fiscal year 2005 revenues. Program specific revenues in the form of charges for services and grants amounted to \$12.1 million. These revenues were offset by program specific charges for services or grants and contributions. General revenues of \$102.5 million were adequate to provide for the remaining costs of these programs.
- Among major funds, the General Fund had \$93.2 million in fiscal year 2005 revenues, which primarily consisted of state aid, sales and property taxes, and \$84.0 million in expenditures. The General Fund's undesignated fund balance increased from \$12.6 million as of June 30, 2004 to \$17.9 million as of June 30, 2005 primarily due to increased revenues from sales taxes and state aid.
- The District's total general long-term debt decreased by \$3.3 million during the current fiscal year. The key factor in this decrease was the retirement of general obligation and revenue bonds. Additional certificates of indebtedness were issued in the amount of \$640 thousand dollars.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in *net assets* may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the District include instruction, support services, operation and maintenance of plant, student transportation, and operation of non-instructional services.

The government-wide financial statements can be found on pages 11-12 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund Statement of Revenues, Expenditures and changes in Fund Balance facilitate this comparison between *governmental funds* and *governmental activities*. These reconciliations are on pages 14 and 16, respectively.

In accordance with Louisiana Revised Statutes (L.R.S.), the District maintains individual funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General and Capital Projects Fund #1 which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds are provided in the form of combining statements beginning on page 45 in this report.

The basic governmental fund financial statements can be found on pages 10 – 16 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The accrual basis of accounting is used for fiduciary funds.

The basic fiduciary fund financial statement can be found on pages 17 - 18 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 19 – 38 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's budget process. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund as required supplementary information. The required supplementary information can be found on page 16 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the major budgetary comparisons. Combining and individual fund statements and schedules can be found on pages 39 – 75 of this report.

Net assets may serve over time as a useful indication of a government's financial position. In the case of the District, assets exceeded liabilities by \$47.7 million dollars as of June 30, 2005.

The majority of the District's net assets were found in the General Fund (75.4%) with the Capital Projects Fund No. 1 making up the next highest percentage (3.0%). Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The following table presents a summary of the District's net assets for the fiscal years ended June 30, 2005 and 2004.

	2005 <u>Amount</u>	2004 <u>Amount</u>
Current assets	\$ 48,967,576	\$ 49,388,335
Capital assets, net	<u>79,236,920</u>	<u>71,379,454</u>
Total Assets	<u>\$128,204,496</u>	<u>\$120,767,789</u>
Current Liabilities	\$ 18,365,369	\$ 17,007,574
Long-term debt outstanding	<u>62,155,079</u>	<u>65,901,476</u>
Total liabilities	<u>80,520,448</u>	<u>82,909,050</u>
Net assets:		
Invested in capital assets, net of		
Related debt	20,896,557	9,283,156
Restricted	7,196,730	15,517,174
Unrestricted	<u>19,590,761</u>	<u>13,058,409</u>
Total net assets	<u>\$ 47,684,048</u>	<u>\$ 37,858,739</u>

The following are significant current year transactions that have had an impact on the Statement of Net Assets.

- The principal retirement of \$4,080,000 of bonds for 2005 compared to \$3,712,000 for 2004.
- The addition of \$10.1 and \$11.7 million in capital assets through the construction of a new school, and other school improvements, and purchases of furniture and equipment for 2005 and 2004 respectively.

Changes in net assets. The District's total revenues for the fiscal year ended June 30, 2005 were \$116.4 million compared to \$109.6 for June 30, 2004. The total cost of all programs and services was \$106.6 million in 2005 compared to \$107.5. The following table presents a summary of the changes in net assets for the fiscal year ended June 30, 2005 and 2004.

	2005 <u>Amount</u>	2004 <u>Amount</u>
General revenues:		
Property taxes	\$44,006,100	\$41,936,819
Sales taxes	31,361,204	28,861,611
State minimum foundation program	25,477,407	24,790,466
Other revenues	<u>1,622,875</u>	<u>1,432,733</u>
Total Revenues	<u>\$102,467,586</u>	<u>\$97,021,629</u>
	Total <u>Expenses</u>	Net (Expense) <u>Revenue</u>
Governmental Activity		Total <u>Expenses</u>
Instruction	\$61,686,425	(\$53,738,898)
Support services – students and staff	8,586,130	8,356,919
Support services – administration	8,944,849	(7,122,138)
Operation and maintenance	11,225,003	(9,285,073)
Student transportation services	6,510,827	(17,042,103)
Operation of non-instructional services	6,770,631	(6,315,424)
Interest on long-term debt	<u>2,887,357</u>	(2,208,725)
Total governmental activity	<u>\$106,611,222</u>	<u>(5,657,795)</u>
Changes in net assets	9,825,309	2,154,148
Net Assets – July 1	<u>37,858,739</u>	<u>35,704,591</u>
Net Assets – June 30	<u>\$47,684,048</u>	<u>\$37,858,739</u>

- The cost of all governmental activities this year was \$106.6 million compared to \$107.5 million in 2004.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$14.0 million for 2005 and \$12.6 million for 2004.
- Net cost of governmental activities (\$92.7 million) was financed by general revenues, primarily made up of property taxes (\$44.0 million), sales taxes (\$31.4 million), and state aid (\$25.5 million). Investment earnings accounted for \$772,670 of funding.

The overall financial condition has improved with unrestricted net assets increasing from 13.1 million to 19.6 million dollars.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$35.9 million, a decrease of \$1.2 due to the completion of several construction projects where the fund balance used was dedicated for that purpose. Approximately \$17.9 million, or 49.9 percent of the fund balance constitutes unreserved and undesignated fund balance, which is available for spending at the District's discretion. The remaining fund balance is reserved or designated to indicate that it is not available for spending because it has already been committed as follows.

- \$5.4 million to pay debt service
- \$1.9 million for encumbrances
- \$164,496 for inventory
- \$1.8 million for capital projects
- \$1.8 million for prepaid items
- \$100,000 for school activities
- \$178,680 for self insurance
- \$2.0 million for maintenance projects
- \$2.5 million for satellite high school
- \$500,000 for the bus replacement plan

The General Fund is the principal operating fund of the District. The increase in fund balance in the General Fund for the fiscal year was \$6.6 million, a result of property and sales tax revenue exceeding budgeted amounts. The Capital Projects Funds showed a fund balance decrease of approximately \$6.6. The decrease was due to the construction of several large school building

projects using funds derived in prior years. The fund balance of the Other Governmental Funds showed a decrease of \$1.2 million dollars due primarily to projects completed in the Construction Fund.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the annual expenditure budget for changes in projected revenues. The difference of \$345 thousand dollars between the original budgeted amount and the final amended budget was primarily due to the following:

- \$200 thousand dollar increase in special education costs.
- \$117 thousand dollar increase in instructional staff support costs.

A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report on page 17 as required supplementary information.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2005, the District had invested \$113.0 million in capital assets, including school building, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$9.9 million from last year, primarily due to the final phases of construction on new schools. Total depreciation expense for the year was \$2.3 million dollars. The following schedule presents capital asset balances net of depreciation for the fiscal year ended June 30, 2005.

	<u>Amount</u>
Land	\$ 5,505,503
Buildings	54,989,604
Furniture and equipment	2,655,153
Construction in progress	<u>16,086,660</u>
Total	\$ <u>79,236,920</u>

Additional information on the District's capital assets can be found in Note 6 on page 32 of this report.

Debt Administration. At year-end, the District had \$57,430,000 in general obligation bonds and other long-term debt outstanding, of which \$4,398,000 is due within one year. The following table presents a summary of the District's outstanding long-term debt for the fiscal year ended June 30, 2005

	<u>Amount</u>
General Obligation Bonds	\$43,020,000
Sales Tax Bonds	12,065,000
Certificates of indebtedness	<u>2,345,000</u>
Total	\$<u>57,430,000</u>

The District maintains an "A1" rating from Moody's and "A" from Standard & Poors for general obligation debt.

State statutes currently limit the amount of general obligation debt a District may issue to 15 percent of its total assessed valuation. The current debt limitation for the District is \$296,826,502, which is more than the District's outstanding general obligation debt.

Additional information on the District's long-term debt can be found in Note 10 on pages 35-36 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2005-2006 budget. The primary factor was the District's student population and employee salaries. Also considered in the development of the budget is the local economy.

These indicators were considered when adopting the budget for fiscal year 2005-2006. Budgeted expenditures in the General Fund increased 3.2 percent to \$88,397,864 in fiscal year 2005-2006. Increased employee benefit cost are the primary reason for the increase. No new programs were added to the 2005-2006 budget.

On August 29, 2005, Hurricane Katrina hit the south Louisiana coast. The St. Charles Parish School System was designated as both an impacted and assisting District. Property damage in the parish, while severe, did not stop the school system from returning to normal operations less than two weeks after the hurricane. However, the district received an additional 685 students that were displaced from other school systems. Additionally, there is some uncertainty as to the calculation of funding from the State due to lost revenues from state taxes. Locally, there should be little change in revenues since most businesses returned to operations soon after the storm.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information contact the Business Department, St. Charles Parish Public Schools, 13855 River Road, Luling, LA 70070.

ST. CHARLES PARISH SCHOOL BOARD

STATEMENT OF NET ASSETS

June 30, 2005

ASSETS

Cash and cash equivalents	\$ 3,684,576
Investments	36,206,071
Receivables	7,081,585
Inventory	164,496
Prepaid items	1,830,848
Capital assets (net of accumulated depreciation):	
Land	5,505,503
Buildings	82,628,907
Furniture and equipment	8,755,322
Construction in progress	16,086,660
Accumulated depreciation	<u>(33,739,472)</u>
Total Assets	<u><u>\$128,204,496</u></u>

LIABILITIES

Accounts, salaries, and other payables	\$12,970,576
Deferred revenue	86,430
Interest payable	910,363
Long-term liabilities:	
Due within one year	7,864,000
Due in more than one year	<u>58,689,079</u>
Total Liabilities	<u><u>80,520,448</u></u>

NET ASSETS

Invested in capital assets, net of related debt	20,896,557
Restricted for:	
Debt service	5,422,302
Capital projects	1,774,428
Unrestricted	<u>19,590,761</u>
Total net assets	<u><u>47,684,048</u></u>
Total Liabilities and Net Assets	<u><u>\$128,204,496</u></u>

The notes to the basic financial statements are an integral part of this statement.

Statement 2

**St. Charles Parish School Board
Statement of Activities
For the Year Ended June 30, 2005**

	PROGRAM REVENUES		NET (EXPENSE)
	CHARGES FOR	OPERATING	REVENUE AND
EXPENSES	SERVICES	GRANTS AND	CHANGES IN NET
		CONTRIBUTIONS	ASSETS
FUNCTIONS/PROGRAMS			
<i>Governmental activities:</i>			
<i>Instruction:</i>			
Regular programs	\$ 44,260,339	\$ 578,251	\$ 6,410,289
Special programs	17,426,086	-	958,987
<i>Support services:</i>			
Student services	4,198,539	-	724,247
Instructional staff support	4,387,591	-	636,355
General administration	2,751,585	-	53,620
School administration	6,193,264	-	-
Business services	861,918	-	72,301
Plant services	11,225,003	35,058	7,191
Student transportation services	6,510,827	-	3,041
Central services	1,348,662	-	31,211
Food services	4,430,546	1,259,596	3,198,798
Community service programs	129,505	-	-
Interest on long-term debt	2,887,357	-	-
Total Governmental Activities	\$106,611,222	\$1,872,905	\$12,096,040
			\$ (92,642,277)
<i>Taxes:</i>			
Property taxes, levied for general purposes			35,511,217
Property taxes, levied for debt services			4,798,198
Property taxes, levied for maintenance			3,696,685
Sales and use taxes, levied for general purposes			30,022,182
Sales and use taxes, levied for debt service			1,339,022
State revenue sharing			288,432
<i>Grants and contributions not restricted to specific purposes:</i>			
Minimum Foundation Program			25,477,407
Interest and investment earnings			772,670
Miscellaneous			561,773
Total general revenues and special items			102,467,586
Change in net assets			9,825,309
Net assets - July 1, 2004			37,858,739
Net assets - June 30, 2005			\$ 47,684,048

The notes to the basic financial statements are an integral part of this statement.

ST. CHARLES PARISH SCHOOL BOARD
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2005

	GENERAL FUND	CAPITAL PROJECTS FUND NO.1	OTHER GOVERNMENTAL FUNDS	TOTAL
ASSETS				
Cash and cash equivalents	\$259,690	\$ 242,784	\$3,182,102	\$3,684,576
Investments	30,398,087	1,077,654	4,730,330	36,206,071
Receivables	3,884,095	-	3,197,490	7,081,585
Interfund receivables	2,210,654	-	-	2,210,654
Inventory	44,399	-	120,097	164,496
Prepaid Expenditures	1,830,848	-	-	1,830,848
TOTAL ASSETS	\$38,627,773	\$1,320,438	\$11,230,019	\$51,178,230
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries, and other payables	\$11,536,097	\$231,841	\$1,202,638	\$12,970,576
Interfund payables	-	-	2,210,654	2,210,654
Deferred revenues	-	-	86,430	86,430
Total Liabilities	11,536,097	231,841	3,499,722	15,267,660
Fund balances:				
Reserved for:				
Debt service	-	-	\$,422,302	\$,422,302
Encumbrances	1,944,776	-	-	1,944,776
Inventory	44,399	-	120,097	164,496
Capital Projects	-	1,088,597	685,831	1,774,428
Prepaid Expenditures	1,830,848	-	-	1,830,848
Unreserved:				
Designated for:				
School Activities	100,000	-	-	100,000
Self Insurance	178,680	-	-	178,680
Maintenance	2,000,000	-	-	2,000,000
Satellite High School	2,567,409	-	-	2,567,409
Bus Replacement	500,000	-	-	500,000
Undesignated reported in:				
General Fund	17,925,564	-	-	17,925,564
Special Revenue Fund	-	-	1,502,067	1,502,067
Total Fund Balances	27,091,676	1,088,597	7,730,297	35,910,570
TOTAL LIABILITIES AND FUND BALANCES	\$38,627,773	\$1,320,438	\$11,230,019	\$51,178,230

The notes to the basic financial statements are an integral part of this statement.

ST. CHARLES PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2005**

Total Fund Balances at June 30, 2005 - Governmental Funds		<u>\$35,910,570</u>
Cost of capital assets at June 30, 2005	<u>\$112,976,392</u>	
Less - accumulated depreciation as of June 30, 2005:		
Buildings	(27,639,303)	
Movable property	<u>(6,100,169)</u>	<u>79,236,920</u>
Elimination of interfund assets and liabilities:		
Due from other funds	2,210,654	
Due to other funds	<u>(2,210,654)</u>	<u>-</u>
Long-term liabilities at June 30, 2005:		
Compensated absences	(9,123,079)	
Bonds payable	(57,430,000)	
Accrued interest payable	<u>(910,363)</u>	<u>(67,463,442)</u>
Net Assets at June 30, 2005		<u><u>\$47,684,048</u></u>

The notes to the basic financial statements are an integral part of this statement.

ST. CHARLES PARISH SCHOOL BOARD

Combined Statement of Revenues, Expenditures and Changes in Fund Balances

GOVERNMENTAL FUNDS

For the Year Ended June 30, 2005

	GENERAL FUND	CAPITAL PROJECTS FUND NO. 1	OTHER GOVERNMENTAL FUNDS	TOTAL
REVENUES				
Local sources:				
Ad valorem tax	\$ 35,517,575	\$ -	\$ 8,494,883	\$ 44,012,458
Sales and use tax	30,022,182	-	1,339,022	31,361,204
Rentals, leases and royalties	35,058	-	-	35,058
Tuition	578,251	-	-	578,251
Earnings on investments	604,333	71,238	97,099	772,670
Food service income	-	-	1,259,596	1,259,596
Other	17,125	19,465	1,862	38,452
State sources:				
Restricted grants-in-aid	26,282,802	-	1,994,644	28,277,446
Federal sources:				
Restricted grants-in-aid:				
Direct	-	-	4,272,918	4,272,918
Subgrants	120,255	-	4,949,666	5,069,921
Corporate grants	-	-	758,557	758,557
Total revenues	<u>93,177,581</u>	<u>90,703</u>	<u>23,168,247</u>	<u>116,436,531</u>
EXPENDITURES				
Current				
Instruction:				
Regular programs	42,663,351	-	6,109,150	48,772,501
Special programs	10,209,464	-	958,987	11,168,451
Compensatory remedial programs	148,485	-	-	148,485
Support services:				
Student services	3,471,292	-	724,247	4,195,539
Instructional staff support	3,751,236	-	636,355	4,387,591
General administration	2,361,307	-	340,462	2,701,769
School administration	6,185,955	-	-	6,185,955
Business services	783,314	-	72,301	855,615
Plant services	7,084,078	-	7,191	7,091,269
Student transportation services	5,917,932	-	3,041	5,920,973
Central services	1,342,762	-	-	1,342,762
Food services	981	-	4,379,229	4,380,210
Community services	129,505	-	-	129,505
Capital outlay	-	7,814,283	5,100,971	12,915,254
Debt service:				
Principal retirement	-	-	4,080,000	4,080,000
Interest and bank charges	-	-	2,679,386	2,679,386
Total expenditures	<u>84,049,662</u>	<u>7,814,283</u>	<u>25,091,320</u>	<u>116,955,265</u>
Excess (deficiency) of revenues over expenditures	<u>9,127,919</u>	<u>(7,723,580)</u>	<u>(1,923,073)</u>	<u>(518,734)</u>
Other financing sources (uses)				
Bonds issued	460,000	-	-	460,000
Transfers in	21,116	1,133,000	704,130	1,858,246
Transfers out	(2,970,130)	-	(21,116)	(2,991,246)
Total other financing sources (uses)	<u>(2,489,014)</u>	<u>1,133,000</u>	<u>683,014</u>	<u>(673,000)</u>
Net changes in fund balance	6,638,905	(6,590,580)	(1,240,059)	(1,191,734)
Fund balances at beginning of year	20,452,771	7,679,177	8,941,204	37,073,152
Decrease (increase) in inventory (note 1-I)	-	-	29,151	29,151
Fund balances at end of year	<u>\$ 27,091,676</u>	<u>\$ 1,088,597</u>	<u>\$ 7,730,296</u>	<u>\$ 35,910,569</u>

The notes to the basic financial statements are an integral part of this statement.

ST. CHARLES PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures, and Changes
in Fund Balances to the Statement of Activities**

For the Year Ended June 30, 2005

Total net change in fund balances - governmental funds (Statement 5) (\$1,191,734)

Amounts reported for governmental activities in the Statement
of Activities are different because:

Capital outlays are reported in governmental funds as expenditures. However,
in the *Statement of Activities*, the cost of those assets is allocated over
their estimated useful lives as depreciation expense. This is the amount by
which depreciation exceeds capital outlays in the period:

Expenditures for capitalized assets	10,125,281	
Less current year depreciation	<u>(2,267,815)</u>	<u>7,857,466</u>

Repayment of bond principal is an expenditure in the
governmental funds, but the repayment reduces long-term liabilities in the
Statement of Net Assets

4,080,000

In the *Statement of Activities*, certain operating expenses - compensated
absences (vacation and sick leave) - are measured by the amounts earned
during the year. In the governmental funds, however, expenditures for these
items are measured by the amount of financial resources used (essentially,
the amounts actually paid). This year, vacation and sick time earned
(\$3,527,813) exceeded the amounts used (\$3,426,209) by \$101,604.

(101,604)

Increase in inventory

29,151

Proceeds from sale of bonds for debt refunding are recorded as revenue in the
governmental funds, however, this item has no impact on the Statement of
Activities.

(640,000)

Interest on long-term debt in the *Statement of Activities* differs from the amount
reported in the governmental funds because interest is recognized as an
expenditure in the funds when it is due, and thus requires the use of current
financial resources. In the *Statement of Activities*, however, interest expense
is recognized as the interest accrues, regardless of when it is due.

(207,970)

Change in net assets of governmental activities (Statement 2)

\$9,825,309

The notes to the basic financial statements are an integral part of this statement.

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2005

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES				
Local sources:				
Ad valorem tax	\$ 33,300,000	\$ 34,952,000	\$ 35,511,217	\$ 559,217
Sales and use tax	24,000,000	27,000,000	30,022,182	3,022,182
Rentals, leases and royalties	25,000	25,000	35,058	10,058
Tuition	411,045	456,045	578,251	122,206
Earnings on investments	500,000	500,000	604,333	104,333
Other	145,000	145,000	23,483	(121,517)
Total local sources	58,381,045	63,078,045	66,774,524	3,696,479
State sources:				
State equalization	25,700,000	24,800,000	25,477,407	677,407
State contribution for:				
Teachers Retirement System	20,000	15,000	17,003	2,003
Professional Improvement Program	200,000	160,000	164,339	4,339
State revenue sharing - net	287,000	287,000	288,432	1,432
Other state support	540,856	575,673	335,621	(240,052)
Total state sources	26,747,856	25,837,673	26,282,802	445,129
Federal sources	141,000	120,000	120,255	255
Total revenues	85,269,901	89,035,718	93,177,581	4,141,863
EXPENDITURES				
Current				
Instruction:				
Regular programs	43,516,586	43,592,638	43,548,000	44,638
Special programs	9,778,145	9,965,200	10,213,087	(247,887)
Compensatory remedial programs	97,866	97,866	150,321	(52,455)
Support services:				
Student services	3,304,227	3,463,000	3,471,435	(8,435)
Instructional staff support	4,068,470	3,704,668	3,821,866	(117,198)
General administration	2,362,236	2,253,988	2,394,719	(140,731)
School administration	6,232,260	6,408,200	6,189,049	219,151
Business services	888,350	960,390	789,144	171,246
Plant services	7,199,077	7,456,808	7,327,341	129,467
Student transportation services	6,351,254	6,336,161	5,918,286	417,875
Central services	1,383,508	1,298,000	1,374,687	(76,687)
Food services	7,000	1,000	981	19
Community services	118,565	115,565	129,505	(13,940)
Total expenditures	85,307,544	85,653,484	85,328,421	325,063
Excess of Revenues Over Expenditures	(37,643)	3,382,234	7,849,160	4,466,926
Other Financing Sources (Uses)				
Proceeds from loan	-	-	460,000	460,000
Transfers in	19,000	19,000	21,116	2,116
Transfers out	(228,000)	(2,228,000)	(2,970,130)	(742,130)
Total other financing sources (uses)	(209,000)	(2,209,000)	(2,489,014)	(280,014)
Excess of Revenues and Other Sources Over Expenditures		1,173,234	5,360,146	4,186,912
Encumbrances outstanding at year-end		-	1,944,776	1,944,776
Prior year encumbrances expended in current year			(666,017)	(666,017)
Fund balances at beginning of year		19,786,754	20,452,771	666,017
Fund balances at end of year		\$ 20,959,988	\$ 27,091,676	\$ 6,131,688

The notes to the basic financial statements are an integral part of this statement.

ST. CHARLES PARISH SCHOOL BOARD
STATEMENT OF FIDUCIARY NET ASSETS

June 30, 2005

	<u>Trust Fund</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash	\$ -	\$ 1,409,868
Investments	238,570	-
Accounts receivable	3,030	3,153,200
Total Assets	<u>\$ 241,600</u>	<u>\$ 4,563,068</u>
<u>LIABILITIES</u>		
Liabilities		
Accounts payable	\$ 9,028	\$ 110,805
Deposits due others:		
Due to student groups	-	1,409,843
Escrow deposits	-	-
Due to other governments	-	3,042,420
Total Liabilities	<u>9,028</u>	<u>4,563,068</u>
Net Assets		
Reserved for scholarships	<u>232,572</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 241,600</u>	<u>\$ 4,563,068</u>

The notes to the basic financial statements are an integral part of this statement.

ST. CHARLES PARISH SCHOOL BOARD
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

For the Year ended June 30, 2005

	<u>2005</u>
<u>ADDITIONS</u>	
Interest income	\$ <u>11,787</u>
Total additions	<u>11,787</u>
<u>DECUPTIONS</u>	
Scholarships	<u>16,500</u>
Total deductions	<u>16,500</u>
Net income (loss)	(4,713)
Net assets at beginning of year	<u>237,285</u>
Net assets at end of year	\$ <u><u>232,572</u></u>

The notes to the basic financial statements are an integral part of this statement.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization

The St. Charles Parish School Board (the School Board) was created by Louisiana Revised Statute (LRS) 17:51 for the purpose of providing free public education for the children within St. Charles Parish. The School Board is authorized by LRS 17:81 to establish policies and regulations for its own government that are consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of eight members who are elected from eight districts for a term of four years.

The School Board operated 19 schools within the parish with a total enrollment of 9,797 pupils for the year of which 366 are prekindergarten. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. Additionally, the School Board provides transportation and school food services for the students.

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate accounting principles generally accepted in the United States of America ("generally accepted accounting principles") and reporting standards with respect to activities and transactions of state and local government entities. The GASB codification of governmental accounting and financial reporting standards is recognized as generally accepted accounting principles for state and local governments.

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the School Board has a separately elected governing body and is legally separate and fiscally independent, the School Board is a separate governmental reporting entity. The School Board includes all funds, account groups, activities, et cetera, that are not legally separate from the School Board. There are no separate component units combined to form the School Board reporting entity. The School Board is not financially accountable to any other governmental agency.

B. Fund Accounting

The accounts of the School Board are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The School Board maintains the following six fund types:

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Fund Accounting - continued

GOVERNMENTAL FUND TYPES

General Fund

The General Fund is the general operating fund of the School Board. It is used to account for all financial resources except those required to be reported in other funds.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Funds

Debt Service Funds account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Projects Funds

The Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital facilities.

FIDUCIARY FUND TYPES

Trust Fund

The Trust Fund is used to account for assets held by the School Board in a trustee capacity. The Trust Fund is a private purpose trust fund which provides scholarships to qualified graduates of St. Charles Parish Schools.

Agency Funds

The Agency Funds are used to account for assets held by the School Board in a custodial capacity (assets equal liabilities). The Agency Funds do not involve measurement of results of operations. The School Board accounts for the Student Activity Funds, Sales Tax Fund and Region 1 Service Center as agency funds. The Student Activity Funds accounts for funds generated by students for their activities. The Sales Tax Fund accounts for the funds collected by the Sales Tax Department a collecting agent for the entire parish. The School Board serves as fiscal agent for the State of Louisiana Region 1 Service Center.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

C. Basis of Accounting/Measurement Focus – Government-Wide Financial Statements (GWFS)

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the school board, except for the fiduciary funds. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets at the fund balance sheet level.

The GWFS were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. In presenting the GWFS, activities that are exchanges creating assets or liabilities between funds are eliminated to prevent the overstatement of assets and liabilities.

Program Revenues- Program revenues included in the Statement of Activities derive directly from parties outside the School Board's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the School Board's General Revenues.

Allocation of Indirect Expenses – The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function. Depreciation on buildings other than specific school sites is assigned to the "general administration" function due to the fact that school buildings serve multiple purposes. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

The School Board reports the following major governmental funds:

General Fund is the principal operating fund of the School System and receives most of the revenues derived by the School System from local (principally property and sales taxes) and State sources. General Fund expenditures represent the costs of general School System operations and include functional categories of instruction, supporting services and non-instruction. The General Fund is used to account for all financial resources and expenditures except those required to be accounted for in another fund.

Capital Projects Fund #1 is used to account for construction of facilities funded with the issuance of the 2002 General Obligation bonds.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

D. Basis of Accounting/Masurement Focus – Fund Financial Statements

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the combined financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

All government fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included in the balance sheet. This is referred to as the modified accrual basis of accounting. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is followed by the Governmental Fund Types. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., both measurable and available). Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than principal and interest on long-term debt, compensated absences, and claims and judgments which are recognized when due, are recorded when the fund liability is incurred, if measurable.

Revenues from local sources consist primarily of sales and use and property taxes. Year-end accrual of sales and use tax revenue is based upon June and prior months' sales and use taxes collected during July and August of the following year. Property tax revenues and revenues received from the State of Louisiana (the State) are recognized as revenue primarily as received except at year end when they are accrued for a period not exceeding 60 days. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Generally, investment earnings are recorded as earned since they are measurable and available.

Grant funds are considered to be earned when qualifying expenditures are made and all other grant requirement have been met and, accordingly, when such funds are received, they are recorded as deferred revenue until earned.

Ad valorem taxes and the related state revenue sharing (which is based on population and homesteads in the parish) are recorded in the year the taxes are assessed. Ad valorem taxes are assessed on a calendar year basis, becoming due on November 15 of each year and becoming delinquent on December 31. Taxes are generally collected in December of the current year and January and February of the ensuing year. Ad valorem taxes are recognized when levied to the extent that they are determined to be currently collectible. Taxes were levied on August 11, 2004. The School Board has recorded an allowance against receivables for delinquent ad valorem taxes.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

D. Basis of Accounting/M Measurement Focus – Fund Financial Statements - continued

Sales tax is payable on the 20th of the month following the sale.

OTHER FINANCING SOURCES (USES)

Operating transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses).

TRUST AND AGENCY FUNDS

The Trust Fund and Agency Funds are maintained on a cash basis of accounting; however, the fund, as reported in the accompanying combined financial statements, has been converted to an accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when they are incurred. The Trust Fund and Agency Funds are accounted for on a flow of economic resources measurement focus and a determination of net income and capital maintenance. With this measurement focus, all assets and liabilities associated with the operation of this fund are included on the balance sheet.

E. Budgetary Accounting

The proposed budget, for the fiscal year beginning July 1, 2004 and ending June 30, 2005, was made available for public inspection and comments from taxpayers, at the School Board office on June 24, 2004. At the July 7, 2004 meeting, the proposed budget was legally adopted by the School Board and revised on May 4, 2005. The School Board adopts budgets for the General Fund, Special Revenue Funds, Capital Project Funds and Debt Service Funds. The budgets are prepared on a basis that differs from generally accepted accounting principles.

The budget, which included proposed expenditures and the means of financing them, was published in the official journal fifteen days prior to the public hearing.

Formal budgetary integration is employed as a management control device during the year. The School Board approves budgets at the fund level giving management the authority to transfer amounts between line items within any fund. However, when management is aware that actual revenues, within a fund, are failing to meet estimated annual budgeted revenues, and/or, actual expenditures exceed budgeted expenditures, by five percent or more, a budget amendment is adopted in an open meeting to reflect such change. Budgeted amounts included in the accompanying combined financial statements include the original adopted budget amounts and all subsequent amendments. The budget was amended on May 4, 2005. The expenditures were adjusted by less than one half of one percent while projected revenues increased by four percent.

The School Board's budget includes encumbered amounts. Accordingly, the budgetary basis expenditure data reflected in the Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (non-GAAP basis) and Actual (Statement 7) includes encumbrances and, thus, differs from expenditure data reflected in the

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

E. Budgetary Accounting - continued

Combined Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds (Statement 5) by the amount of encumbrances outstanding at year-end (as reflected within Statement 7).

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

G. Encumbrances

Encumbrance accounting is employed as an extension of formal budgetary integration in the Governmental Fund Types. Purchase orders are recorded for the expenditures of monies in order to reserve that portion of the applicable appropriation. Encumbrances do not constitute GAAP expenditures or liabilities. Encumbrances outstanding at year end are reported as reservations of fund balance since they do not constitute expenditures or liabilities, but represent authorization for expenditures in subsequent years. Unencumbered appropriations lapse at year-end.

H. Cash and Investments

All cash deposits of the School Board are held at financial institutions. At year-end, the carrying amount of the School Board's deposits was \$3,684,576 and the bank balance was \$7,427,358. The difference is primarily due to outstanding checks at June 30, 2005. Of the bank balance, \$392,208 was covered by Federal depository insurance. In compliance with state laws, those deposits not covered by depository insurance are secured by bank owned securities specifically pledged to the School Board and held in joint custody by an independent custodian bank. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As a result of the pledging of additional securities by custodial banks in the School Board's name, the School Board does not have any custodial credit risk at June 30, 2005. The School Board recognizes all purchases of investments with a maturity of three months or less, except for short term repurchase agreements, as cash equivalents

Credit Risk

Statutes authorize the School Board to invest in the following types of investment securities:

- (1) Fully-collateralized certificates of deposit issued by qualified commercial banks federal credit unions and savings and loan associations located within the State of Louisiana.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

H. Cash and Investments - continued

- (2) Direct obligations of the U. S. Government, including such instruments as treasury bills, treasury notes and treasury bonds. Obligations of U. S. Government agencies that are deliverable on the Federal Reserve System.
- (3) Repurchase agreements in government securities in (2) above made with the 36 primary dealers that report to and are regulated by the Federal Reserve Bank of New York.

The School Board has no investment policy that would further limit its investment choices beyond the restrictions imposed by the State. At June 30, 2005 the investment in the State investment pool was rated AAAM by Standard & Poor's and Aaa by Moody's Investors Service. The School Board's investments in Federal National Mortgage Association and other Federal Agencies obligations were rated AAA by Standard and Poor's and Aaa by Moody's Investors Service. The School Board has no limit on the amount it may invest in any one issuer so long as State's restrictions are followed. Excluding Federal Agency obligations, the School Board had a certificate of deposit of \$5.1 million and a repurchase agreement of \$10,194,999 at June 30, 2005 that exceeded 5% of its total investment portfolio; both of these investments were secured by the pledge of specific investments in amounts in excess of the carrying value of the School Board's Investment.

As of June 30, 2005 the School Board had the following investments in its internal investment pool:

	<u>Maturities</u>	<u>Fair Value</u>
State Investments Pool	3 months Average	\$ 195,457
Certificate of Deposit	July 2005- Feb. 2006	5,100,000
Repurchase Agreement	July 2005	10,194,999
Federal National Mortgage Association	Oct. 2005- May 2007	9,150,025
Federal Home Loan Mortgage Corporation	Sept. 2005	5,938,200
Federal Home Loan Bank	Aug. 2005 – Aug. 2006	4,887,660
Federal Farm Credit Banks	Dec. 2006	<u>978,300</u>
Total		36,444,641
Portion owned by Trust Fund		<u>(238,570)</u>
Investment held for Governmental Funds		<u>\$36,206,071</u>

Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates, the School Board's investment policy requires that (i) 10% of the portfolio mature within 30 days, (ii) the final maturity of the portfolio may not exceed three years and (iii) the weighted average maturity may not exceed two years. At June 30, 2005 \$29,248,166 of the investment portfolio matured within twelve months and no investments made maturing longer than two years. Callable securities held in the portfolio at June 30, 2005 are not expected to be called.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

H. Cash and Investments - continued

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School Board would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2005 the School Board is not exposed to custodial credit risk with respect to its investments because all investments except for the state investment pool (LAMP) as noted below, are either insured by federal depository insurance, registered in the name of the School Board or collateralized by other investments pledged in the name of the School Board.

The State investment pool LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA – R.S. 33:2955. Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

Effective August 1, 2002, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA-R.S. 33:2955(A)(1)(h) which allows all municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company .

I. Inventory

Inventories of the General Fund and Special Revenue Funds are stated at cost, under the first in first out (FIFO) method of accounting, and consist of expendable supplies held for consumption. The General Fund costs are

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

I. Inventory – continued

recorded as expenditures at the time the items are consumed. The Special Revenue Funds costs are recorded as expenditures at the time the items are purchased and inventories are determined at the end of the year. Inventories at year-end are equally offset by a fund balance reserve except commodity inventory, which is shown as deferred revenue.

J. Capital Assets

Capital assets consist of land, buildings, machinery, furniture and equipment with an expected useful life of more than one year. All capital assets are stated at historical cost or estimated historical cost if historical cost is not available. Donated capital assets are stated at fair market value at the date of donation. The School Board maintains a threshold level of \$5,000 or more for capitalizing capital assets.

Capital assets are recorded in the Government-Wide Financial Statements, but are not reported in the Fund Financial Statements. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purposes by the School Board, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

Description	Estimated Lives
Land improvements	20 - 30 years
Buildings and building improvements	25 - 50 years
Furniture and fixtures	5 - 10 years
Vehicles	8 - 10 years
Equipment	5 - 10 years

K. Compensated Absences

The following information was used to determine information presented in the accompanying statements:

(1) Vacation is earned from July 1 through June 30. Only twelve-month employees accrue vacation. The amount of vacation claimed during the fiscal year is the reported expenditure of that period in the General Fund. A long-term liability of \$ 219,052 has been reported for vacation and salary-related benefits in the Government-Wide Financial Statements. This liability represents accumulated vacation at June 30, 2005 and any current portion would be insignificant to the General Fund.

(2) Employees are awarded sick leave on July 1 for the upcoming year. Nine, ten, eleven and twelve-month employees receive ten, eleven, twelve, and thirteen days, respectively. These days may be accumulated until retirement. On termination, other than retirement, no accumulated sick leave is granted. On retirement, an employee receives credit for a maximum of 25 accumulated days. The state partially reimburses the School Board for accumulated sick leave paid retirees in the year subsequent to that in which the benefit is paid.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

K. Compensated Absences - continued

The amount of sick leave expenditure reported in the General Fund for the fiscal year is the amount actually claimed by employees during that period. A long-term liability of \$ 9,123,079 representing salary and salary-related benefits is reported in the Government-Wide Financial Statements. This liability is an estimate based upon historical experience of those benefits paid by the School Board.

(3) Any employee with a teaching certificate is entitled to one semester of sabbatical leave after three or more years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Unused sabbatical leave may be carried forward to one or more periods subsequent to that in which it is earned, but no more than two semesters of leave may be accumulated. Sabbatical leave does not vest. Leave may only be taken for rest and recuperation (approved by the doctor) or professional and cultural improvement. All sabbatical leaves must be approved by the School Board.

The School Board is limited to granting sabbatical leaves totaling a maximum of 5% of eligible employees in any one year. The employee receives his/her salary less a 35% reduction.

The sabbatical leave expenditures reported in the General Fund represents actual sabbatical leave claimed during the fiscal year. A long-term liability of \$ 1,623,218 representing salary and salary-related benefits is reported in the Government-Wide Financial Statements.

L. Reserves and Designations of Fund Balance

Reserves and designations reported in the financial statements represent portions of fund balance which are not appropriate for expenditures or have been segregated for specific future uses. Reserves and designations of fund balance at June 30, 2005 are as follows:

	General <u>Fund</u>	Special Revenue <u>Funds</u>	Debt Service <u>Funds</u>	Capital Projects <u>Funds</u>	Trust and Agency <u>Fund</u>
Reserved for encumbrances	\$ 1,944,776	\$ -	\$ -	\$ -	\$ -
Reserved for inventory	44,399	120,097	-	-	-
Reserved for debt service	-	-	5,422,302	-	-
Reserved for capital projects	-	-	-	1,774,428	-
Reserved for scholarships	-	-	-	-	232,572
Reserve for prepaid expenditures	1,830,848	-	-	-	-
Designated for school activities	100,000	-	-	-	-
Designated for self insurance	178,680	-	-	-	-
Designated for maintenance	2,000,000	-	-	-	-
Designated for satellite high school	2,567,409	-	-	-	-
Designated for bus replacement	500,000	-	-	-	-
Total reserves and designations	\$ <u>9,166,112</u>	<u>\$120,097</u>	<u>\$ 5,422,302</u>	<u>\$ 1,774,428</u>	<u>\$ 232,572</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

L. Reserves and Designations of Fund Balance - continued

Amounts set aside for the replacement of band uniforms is shown as designated for school activities. Designated for self-insurance represents an amount set aside for vehicle physical damage claims. Designated for maintenance is set aside for maintenance projects based on capital improvement list. Designated for satellite high school is for the equipment necessary for future high school. Designated for bus replacement represents plan approved in passage of the one-cent sales tax.

M. Interfund Receivables and Payables

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables or payables." These amounts are eliminated in the statement of net assets except for residual amounts which are a result of due from fiduciary funds.

N. Sales and Use and Ad Valorem Tax

The sales and use tax department of the School Board collects all sales and use taxes for St. Charles Parish. At June 30, 2005, the sales tax department collected a five percent sales and use tax of which two percent is collected for the St. Charles Parish Council for a stipulated fee. The remaining three percent of the sales and use tax can be used by the School Board for any lawful school purpose. Approximately seven percent of collections are deposited into the debt service funds of the School Board as required by bond indenture and the balance is deposited into the General Fund.

The cost of collecting sales and use tax for the year ended June 30, 2005, amounted to \$758,853. This expense was reduced by a reimbursement from the St. Charles Parish Council of \$287,362 and recovered audit and legal costs of \$84,230. The net cost of collection to the St. Charles School Board was \$387,261 which is included in the general administration expenditures of the General Fund.

The ad valorem tax is due and becomes an enforceable lien on property on the first day of the month following the filing of the tax rolls by the assessor with the Louisiana Tax Commission by December 1st. The tax is delinquent thirty days after the due date. The tax is levied based on property values determined by the St. Charles Parish Assessor's Office. All property is assessed at 13% of its fair market value. The Parish has no official lien date. The tax is billed and collected by the St. Charles Parish Sheriff's office, which receives a certain millage for its service.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 2 - SALES AND USE TAXES PAID UNDER PROTEST

As of June 30, 2005 there were no sales and use taxes paid under protest.

NOTE 3 - EXPENDITURES - ACTUAL AND BUDGET

The following individual funds had actual expenditures (on a budgetary basis) which exceeded budgeted expenditures for the year ended June 30, 2005:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Special Revenue Funds			
NCLB Title IV	\$ 53,849	\$ 61,105	\$ (7,256)
Headstart/Early Headstart	1,623,631	1,772,057	(139,426)
Eight G	205,831	283,339	(77,508)
Lunch Fund	4,112,900	4,362,581	(249,681)
Other Grants	4,072,000	4,276,972	(204,972)
Debt Service Funds			
Sinking Fund #3	1,341,777	1,342,793	(1,016)
Capital Projects Funds			
Construction Fund	6,004,825	6,358,796	(353,971)

The variance in the NCLB Funds, Headstart/Early Headstart Eight G and Other Grant Funds was due to additional funds allocated to the district. The variance in the Sinking Fund #3 was due to an increase in bank fees. The Increase in the Construction Fund was due to unexpected expenditures at the end of the year.

NOTE 4 - RECEIVABLES

The receivables of \$7,081,585 at June 30, 2005 are comprised of the following:

Taxes receivable	\$ 3,018,640
Due from Other Governments	3,587,201
Due from fiduciary funds	119,833
All other	<u>355,911</u>
	<u>\$ 7,081,585</u>

NOTE 5 - LEVIED TAXES

The following is a summary of levied ad valorem tax millages:

Parishwide taxes:

Constitutional tax	4.10
Maintenance tax	42.97
Construction tax	4.90
Bond and interest tax	6.36

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 6 - CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance June 30, 2004	Additions	Deductions	Balance June 30, 2005
Non-depreciable Assets:				
Land	\$ 5,160,503	\$ 345,000	\$ -	\$ 5,505,503
Depreciable Assets:				
Buildings and improvements	82,628,907	-	-	82,628,907
Furniture and equipment	8,136,162	881,319	262,159	8,755,322
Construction in progress	7,187,698	8,898,962	-	16,086,660
Total	<u>\$ 103,113,270</u>	<u>\$ 10,125,281</u>	<u>\$ 262,159</u>	<u>\$ 112,976,392</u>
Less accumulation depreciation for:				
Buildings and improvements	26,215,794	1,423,509	-	27,639,303
Furniture and equipment	5,518,022	844,306	262,159	6,100,169
Total	<u>\$ 31,733,816</u>	<u>\$ 2,267,815</u>	<u>\$ 262,159</u>	<u>\$ 33,739,472</u>
Capital assets, net	<u>\$ 71,379,454</u>	<u>\$ 7,857,466</u>	<u>\$ -</u>	<u>\$ 79,236,920</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 1,495,384
Support services:	
Staff support	3,000
General administration	49,816
School administration	7,309
Business services	6,303
Plant services	59,913
Student transportation services	589,854
Central Services	5,900
Food services	50,336
	<u>\$2,267,815</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 7 – PAYABLES

Accounts, salaries and other payables of \$12,970,576 at June 30, 2005 consist of the following:

Accrued salaries	\$ 5,556,225
Accrued benefits and payroll withholding	5,816,967
Insurance liabilities	201,770
Payable to vendors	<u>1,395,614</u>
	<u>\$ 12,970,576</u>

NOTE 8 - RETIREMENT PLAN

The School Board provides pension benefits for all employees through two separate cost-sharing, multiple-employer, defined benefit public employee retirement systems - the Teachers' Retirement System of Louisiana (TRSL), Regular and Plan A; and the Louisiana School Employees' Retirement System (LSERS). Each plan is administered by a board elected from its membership and issues a separate financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing or calling the plan.

Teachers Retirement System of Louisiana	Louisiana School Employees Retirement System
Post Office Box 94123	Post Office Box 44516
Baton Rouge, Louisiana 70804-9123	Baton Rouge, Louisiana 70804-4516
(225) 925-6446	(225) 924-6484

All employees who meet the legal definition of teacher are eligible for membership in the Teachers' Retirement System upon employment. Teachers' Retirement System - Plan A was formed in 1983 when the Teachers' Retirement System merged with the Louisiana School Lunch Retirement System. School Board employees who were in the School Lunch System were transferred into Teachers' - Plan A. This system retained the same benefits and contribution rates as the Louisiana School Lunch Retirement System. All lunch employees hired after July 1, 1983 were enrolled in Teachers' - Regular.

Employees participating in the Teachers' Retirement System - Regular are entitled to a retirement benefit at age 60 with 10 years of creditable service, age 55 with 25 years of service, or at any age with 30 years of creditable service. The retirement benefit is 2% or 2.5% (depending on years of service and age) of the member's average salary of the 36 highest successive months of employment multiplied by the number of years of service. The system also provides death and disability benefits. Benefits are established by state legislation

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 8 - RETIREMENT PLAN – continued

Employees participating in the Teachers' Retirement System - Plan A are entitled to a retirement benefit at age 60 with 10 years of creditable service, age 55 with 25 years of creditable service, or at any age with 30 years of creditable service. The retirement benefit is generally 2.5% or 3% (depending on the years of service or age) of average compensation for the highest 36 consecutive months of employment multiplied by years of service. The system also provides death and disability benefits. Benefits are established by state legislation.

The Louisiana School Employees' Retirement System provides retirement benefits for non-teacher school employees excluding those classified as lunch workers within the Public Educational System of Louisiana. Membership is mandatory for all employees under age 60, employed by the School Board on a permanent basis more than 20 hours per week. Employees are entitled to a retirement benefit at age 60 with 10 years of creditable service, at age 55 with 25 years of creditable service or at any age with 30 years of creditable service. The retirement benefit is generally 2.5% of the average compensation for the 3 highest consecutive years of service multiplied by the number of years of service. For members entering the system prior to July 1, 1986, a supplementary allowance of \$24 per annum is also provided for each year of service. The system also provides death and disability benefits. Benefits are established by state legislation.

For the years ended June 30, 2005, 2004 and 2003, state legislation has established the obligation of the School Board for contributions at 15.5%, 13.8% and 13.1% of employee earnings, respectively, for the Teachers' Regular Plan, and 15.5%, 13.8 and 13.1% of employee earnings, respectively, for the Teachers' Plan A. Additionally, for the years ended June 30, 2005, 2004 and 2003, state legislation has established the obligation of the employees for contributions at 9.1%, 9.1% and 9.1% of employee earnings, for both the Teachers' Regular Plan and Teachers Plan A. For the years ended June 30, 2005, 2004 and 2003, the Louisiana School Employees Retirement System, the members portion was 7.5%, 7.5% and 7.5% respectively. The employer's portion for the years ended June 30 2005 and 2004 was 14.8% and 8.5% respectively, while 2003 was funded through prior year reserves and therefore no contributions were necessary.

Contributions to these retirement systems made and required were as follows for the years ended June 30:

	Teacher's <u>Regular</u>	Teacher's <u>Plan A</u>	LA School <u>Employees</u>
School Board – FY2005	\$ 7,574,003	\$ 40,726	\$ 816,972
Employees – FY2005	3,909,482	23,910	412,626
School Board – FY2004	6,710,022	38,828	414,811
Employees – FY2004	3,895,948	25,604	470,120
School Board – FY2003	6,910,007	46,962	-
Employees – FY2003	3,741,442	33,303	405,364

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 9 - POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

It is School Board policy to provide certain continuing health care and life insurance benefits for its retired employees. Substantially all of the board's employees become eligible for those benefits if they reach normal retirement age or obtain disability retirement while working for the Board. There are 547 and 575 participants currently eligible to receive health care and life insurance benefits, respectively. Those benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and by the Board. The School Board's costs of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For 2005, the costs of retiree benefits totaled \$ 2,742,236, of which, \$348,297, was paid by retirees.

NOTE 10 - CHANGES IN GENERAL LONG-TERM DEBT

The following is a summary of the long-term obligation transactions for the year ended June 30, 2005:

	Bonded Debt	Compensated Absences	Total
Long-term obligations at July 1, 2004	\$ 60,870,000	\$ 9,021,475	\$ 69,891,475
Additions	640,000	3,527,813	4,167,813
Deductions	<u>4,080,000</u>	<u>3,426,209</u>	<u>7,506,209</u>
Long-term obligations at June 30, 2005	\$ <u>57,430,000</u>	\$ <u>9,123,079</u>	\$ <u>66,553,079</u>
Due within one year	\$ <u>4,398,000</u>	\$ <u>3,466,000</u>	\$ <u>7,864,000</u>

Compensated absences are liquidated through the General Fund and Special Revenue Funds.

The School Board has revenue and general obligation bonds with maturities from 2006 to 2022 and interest rates ranging from 2.00% to 6.0% as shown below:

Description	Original Amount	Interest Rates	Amount Outstanding
General Obligation Bonds:			
March 1, 2000 Refunding	10,810,000	3.70 - 4.25%	3,825,000
March 1, 2002	28,000,000	4.20 - 5.00%	27,800,000
February 1, 2003	2,945,000	2.00 - 2.60%	1,825,000
April 1, 2004 Refunding	180,000	11%	90,000
April 1, 2004	9,540,000	2.00 - 5.00%	9,480,000
Sales Tax Debt:			
March 1, 1999	13,850,000	4.00 - 6.00%	11,065,000
September 1, 1999	2,000,000	4.80%	1,000,000
Certificates of Indebtedness:			
March 1, 2003	2,085,000	3.68%	1,885,000
June 1, 2005	460,000	2.99%	<u>460,000</u>
Total Outstanding as of June 30, 2005			<u>\$57,430,000</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 10 - CHANGES IN GENERAL LONG-TERM DEBT - continued

All principal and interest requirements are funded in accordance with Louisiana law by the annual tax levy on taxable property within the parish taxing districts and by a pledge on one cent on sales tax collections. In addition, at June 30, 2005, the School Board had accumulated \$5,422,302 in the Debt Service Funds for future debt requirements. The bonds are due, in total by year, as follows:

<u>Year Ending June 30,</u>	<u>Bond Payment</u>	<u>Interest Payment</u>	<u>Total</u>
2006	4,398,000	2,575,983	6,973,983
2007	3,234,000	2,397,914	5,631,914
2008	3,362,000	2,282,943	5,644,943
2009	3,561,000	2,158,180	5,719,180
2010	3,300,000	2,019,002	5,319,002
2011	3,455,000	1,884,092	5,339,092
2012	3,595,000	1,745,195	5,340,195
2013	3,770,000	1,592,990	5,362,990
2014	3,690,000	1,422,920	5,112,920
2015	3,885,000	1,240,925	5,125,925
2016	4,080,000	1,048,888	5,128,888
2017	3,020,000	847,213	3,867,213
2018	3,180,000	698,675	3,878,675
2019	3,355,000	542,263	3,897,263
2020	2,385,000	377,250	2,762,250
2021	2,510,000	258,000	2,768,000
2022	<u>2,650,000</u>	<u>132,500</u>	<u>2,782,500</u>
Totals	<u>\$57,430,000</u>	<u>\$23,214,632</u>	<u>\$80,654,933</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 2005, the statutory limit was \$296,826,502 and outstanding bonded general obligation debt totaled \$43,020,000.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 11 - DUE FROM/TO OTHER FUNDS

Individual fund balances due from/to other funds at June 30, 2005 are as follows:

	Due from Other Funds	Due to Other Funds
General Fund	\$2,330,487	\$ -
Other Governmental Funds		2,210,654
Fiduciary Funds:		
Trust Fund	-	9,028
Agency Fund	-	110,805
Total	<u>\$2,330,487</u>	<u>\$2,330,487</u>

The interfund balance for the Trust Fund reflects scholarship payments made by the General Fund to be reimbursed by the Scholarship Fund. The amount from the Other Governmental Funds and Agency Fund is primarily made up of salaries paid by the General Fund payroll account to be reimbursed by the other funds.

Individual transfers by fund type for the year ended June 30, 2005 are as follows:

<u>Transfers To or From</u>	<u>Transfers In</u>	<u>Transfers Out</u>
<u>General Fund</u>		
Special Revenue Funds	\$ -	\$ 224,674
Debt Service Funds	21,116	267,456
Capital Project Funds	-	2,478,000
Total	<u>21,116</u>	<u>2,970,130</u>
<u>Special Revenue Funds</u>		
General Fund	224,674	-
Total	<u>224,674</u>	<u>-</u>
<u>Debt Service Funds</u>		
General Fund	267,456	21,116
Total	<u>267,456</u>	<u>21,116</u>
<u>Capital Project Funds</u>		
General Fund	2,478,000	-
Total	<u>2,478,000</u>	<u>-</u>
Total Operating Transfers	<u>\$ 2,991,246</u>	<u>\$ 2,991,246</u>

The General Fund transfers funds to the Special Revenue Funds for prior years pay increases for the Lunch Fund. The General Fund transfers funds to the Debt Service Funds for repayment of revenue bonds issued in FY2000. The General Fund transferred funds to the Capital Project Funds for major construction projects in FY2005.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 12 - CONTINGENT LIABILITIES

The School Board is exposed to risk of loss due to property damage, general liability and theft. In order to minimize the effects of these potential threats the School Board purchases commercial insurance covering property insurance, general liability, professional liability and employee bonding insurance. The School Board is involved in several other lawsuits. All cases are covered by the Board's insurance. The maximum exposure of the school district is the insurance deductible of \$100,000, and in the opinion of the legal counsel for the School Board, resolution of these cases in excess of the insurance coverage is unlikely and would not involve a substantial liability for the School Board.

The School Board is currently self-insured for workmen's compensation insurance. Premiums were paid into the General Fund and were available to pay claims, claims reserves and administrative costs of the program. An excess coverage policy was purchased by the School Board to limit its potential exposure. Under the excess workers' compensation policy, the School Board pays all individual claims up to \$175,000 with a maximum exposure of \$725,000. The School Board secured an irrevocable letter of credit as required by the Office of Workers' Compensation in the amount of \$100,000. As of June 30, 2005 an accrual for open and known instances has been recorded in the accompanying financial statements in the amount of \$201,770 for liabilities from the previous years. This liability is included in accounts payable on Statement 1. Changes in the General Fund's claims liability amount in fiscal years 2005 and 2004 were:

	<u>2005</u>	<u>2004</u>
Balance at Beginning of Fiscal Year	\$169,140	\$ 232,609
Claims and Changes in Estimates	566,380	433,407
Claims Payments	<u>(533,750)</u>	<u>(496,876)</u>
Balance at End of Fiscal Year	<u>\$201,770</u>	<u>\$169,140</u>

NOTE 13 - FEDERAL GRANTS

The School Board participates in a number of Federally assisted grant programs. These programs are subject to program compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. Management is aware of none that would involve a substantial liability for the School Board.

NOTE 14 - COMMITMENTS

The Board has a computer maintenance contract with G. E. Capital Technology Solutions from July 1, 2005 through June 30, 2009 with annual payments of \$287,803, \$296,437, \$305,330, \$314,490 for FY06, FY07, FY08, FY09 respectively.

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2005

NOTE 15 – BUDGET TO GAAP RECONCILIATION

The Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual presents comparisons of the legally adopted original budget and final budget (non-GAAP basis) with actual data on a budgetary basis. In the General Fund, accounting principles applied for purposes of developing data on the budgetary basis differ from those used to present financial statements in conformity with GAAP. A reconciliation of this basis and timing differences is presented below:

Excess of revenues and other financing sources over expenditures and other financing uses (budgetary basis)	\$ 5,360,146
Adjustments:	
To reverse June 30, 2005 encumbrances recorded as expenditures on the budgetary basis	1,944,776
To add back prior year's encumbrances paid in 2005 but not recorded as expenditures in 2005	<u>(666,017)</u>
Excess of revenues and other financing sources over expenditures and other financing uses (GAAP basis)	\$ <u>6,638,905</u>

General Fund

GENERAL FUND

General Fund is the principal operating fund of the School Board and is used to account for financial resources and expenditures not accounted for in any other fund.

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

Comparative Balance Sheets

June 30, 2005 and 2004

	2005	2004
<u>ASSETS</u>		
Cash	\$ 259,690	\$ 3,512,898
Investments	30,398,087	19,873,711
Receivables	3,764,262	3,249,834
Due from other funds	2,330,487	2,478,051
Accrued interest	0	4,520
Inventory	44,399	43,611
Prepaid expenditures	1,830,848	1,676,054
Total Assets	<u>\$ 38,627,773</u>	<u>\$ 30,838,679</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Salaries and wages payable	\$ 4,515,221	\$ 4,384,862
Payroll deductions and with- holdings payable	5,816,967	5,462,400
Accounts payable	1,203,909	538,646
Total Liabilities	<u>11,536,097</u>	<u>10,385,908</u>
Fund Equity:		
Fund balances:		
Reserved for encumbrances	1,944,776	666,017
Reserved for inventory	44,399	43,611
Reserved for prepaid expenditures	1,830,848	1,676,054
Unreserved:		
Designated for school activities	100,000	80,000
Designated for self insurance	178,680	178,680
Designated for maintenance projects	2,000,000	2,000,000
Designated for satellite high school equipment	2,567,409	2,250,000
Designated for school buses	500,000	500,000
Designated for textbooks	-	500,000
Undesignated	17,925,564	12,558,409
Total Fund Equity	<u>27,091,676</u>	<u>20,452,771</u>
Total Liabilities and Fund Equity	<u>\$ 38,627,773</u>	<u>\$ 30,838,679</u>

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

Comparative Statements of Revenues, Expenditures and Changes in Fund Balance

For the Years Ended June 30, 2005 and 2004

	2005	2004
<u>REVENUES</u>		
Local sources:		
Ad valorem tax	\$ 35,517,575	\$ 33,553,230
Sales and use tax	30,022,182	27,514,363
Rentals, leases and royalties	35,058	40,619
Tuition	578,251	563,485
Earnings on investments	604,333	193,397
Other	17,125	215,303
Total local sources	<u>66,774,524</u>	<u>62,080,397</u>
State sources:		
State equalization	25,477,407	24,790,466
State contribution for:		
Teachers Retirement System	17,003	19,757
Professional Improvement Program	164,339	179,549
State revenue sharing - net	288,432	289,739
Other state support	335,621	293,981
Total state sources	<u>26,282,802</u>	<u>25,573,492</u>
Federal sources	<u>120,255</u>	<u>151,287</u>
Total revenues	<u>93,177,581</u>	<u>87,805,176</u>
<u>EXPENDITURES</u>		
Current		
Instruction:		
Regular programs	42,663,351	40,294,687
Special programs	10,209,464	9,734,322
Compensatory remedial programs	148,485	120,081
Support services:		
Student services	3,471,292	3,352,937
Instructional staff support	3,751,236	3,766,201
General administration	2,361,307	2,361,600
School administration	6,185,955	5,926,965
Business services	783,314	814,847
Plant services	7,084,078	7,299,157
Student transportation services	5,917,932	5,785,567
Central services	1,342,762	1,488,664
Food services	981	7,317
Community services	129,505	119,766
Total expenditures	<u>84,049,662</u>	<u>81,072,111</u>
Excess (deficiency) of Revenues Over Expenditures	<u>9,127,919</u>	<u>6,733,065</u>
Other Financing Sources (Uses)		
Proceeds from loan	460,000	-
Operating transfers in	21,116	10,976
Operating transfers out	(2,970,130)	(2,261,173)
Total other financing (uses)	<u>(2,489,014)</u>	<u>(2,250,197)</u>
Excess (deficiency) of Revenues and Other Sources		
Over Expenditures and Other Uses	6,638,905	4,482,868
Fund balances at beginning of year	20,452,771	15,969,903
Fund balances at end of year	<u>\$ 27,091,676</u>	<u>\$ 20,452,771</u>

ST. CHARLES PARISH SCHOOL BOARD

GENERAL FUND

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2005

	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Local sources:			
Ad valorem tax	\$ 34,952,000	\$ 35,517,575	\$ 565,575
Sales and use tax	27,000,000	30,022,182	3,022,182
Rentals, leases and royalties	25,000	35,058	10,058
Tuition	456,045	578,251	122,206
Earnings on investments	500,000	604,333	104,333
Other	145,000	17,125	(127,875)
Total local sources	<u>63,078,045</u>	<u>66,774,524</u>	<u>3,696,479</u>
State sources:			
State equalization	24,800,000	25,477,407	677,407
State contribution for:			
Teachers Retirement System	15,000	17,003	2,003
Professional Improvement Program	160,000	164,339	4,339
State revenue sharing - net	287,000	288,432	1,432
Other state support	575,673	335,621	(240,052)
Total state sources	<u>25,837,673</u>	<u>26,282,802</u>	<u>445,129</u>
Federal sources	120,000	120,255	255
Total revenues	<u>89,035,718</u>	<u>93,177,581</u>	<u>4,141,863</u>
EXPENDITURES			
Current			
Instruction:			
Regular programs	43,592,638	43,548,000	44,638
Special programs	9,965,200	10,213,087	(247,887)
Compensatory remedial programs	97,866	150,321	(52,455)
Support services:			
Student services	3,463,000	3,471,435	(8,435)
Instructional staff support	3,704,668	3,821,866	(117,198)
General administration	2,253,988	2,394,719	(140,731)
School administration	6,408,200	6,189,049	219,151
Business services	960,390	789,144	171,246
Plant services	7,456,808	7,327,341	129,467
Student transportation services	6,336,161	5,918,286	417,875
Central services	1,298,000	1,374,687	(76,687)
Food services	1,000	981	19
Community services	115,565	129,505	(13,940)
Total expenditures	<u>85,653,484</u>	<u>85,328,421</u>	<u>325,063</u>
Excess of Revenues Over Expenditures	<u>3,382,234</u>	<u>7,849,160</u>	<u>4,466,926</u>
Other Financing Sources (Uses)			
Proceeds from loan	-	460,000	460,000
Operating transfers in	19,000	21,116	2,116
Operating transfers out	(2,228,000)	(2,970,130)	(742,130)
Total other financing (uses)	<u>(2,209,000)</u>	<u>(2,489,014)</u>	<u>(280,014)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures	<u>1,173,234</u>	<u>5,360,146</u>	<u>4,186,912</u>
Encumbrances outstanding at year-end	-	1,944,776	1,944,776
Prior year encumbrances expended in current year	-	(666,017)	(666,017)
Fund balances at beginning of year	<u>19,786,754</u>	<u>20,452,771</u>	<u>666,017</u>
Fund balances at end of year	<u>\$ 20,959,988</u>	<u>\$ 27,091,676</u>	<u>\$ 6,131,688</u>

Special Revenue Funds

SPECIAL REVENUE FUNDS

No Child Left Behind (NCLB) Title I is a program for economically and educationally deprived children which is federally financed, state administered and locally operated by the School Board. The activities supplement, rather than replace state and locally mandated activities.

No Child Left Behind (NCLB) Title II is a federally funded program and is governed by Public Law 98-377. Its purpose is to assist educational agencies in strengthening elementary and secondary educational programs. The purpose of Title II is to improve the skills of teachers and instruction in mathematics, science, computer learning, and foreign languages, and to increase the access of all students to such instruction, thereby contributing to strengthening the economic security of the United States.

No Child Left Behind (NCLB) Title III is a program by which federal government provides money to purchase equipment and materials needed to expand and improve instruction in the schools.

No Child Left Behind (NCLB) Title IV is designed to provide a comprehensive substance abuse prevention program in grades K-12. All participants are encouraged to understand the effects of substance abuse on the individual, the family, and society as a whole.

No Child Left Behind (NCLB) Title V is a program by which federal government provides money to purchase equipment and materials needed to expand and improve instruction in the schools.

Headstart/Early Headstart Fund is a federally financed program. Medical, dental and mental hygiene, social services, and field trips are available to participating children.

The Louisiana Quality Education Support Fund 8 (g) is a dropout prevention program in place in the two high schools in St. Charles Parish. It is an alternative approach designed to help "at risk" students or potential dropouts and is conducted simultaneously with the regular school program.

The Lunch Fund accounts for the operation of the school food service programs in the parish school system. The Lunch Fund is supported by sales to students and faculty and by state, federal and local subsidies.

The fund titled **Other Grants** accounts for the federal and state and Union Carbide grants appropriated for the education of children of St. Charles Parish evaluated to have special needs in addition to the regular instructional programs.

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

**Combining Balance Sheet, June 30, 2005
with comparative totals for June 30, 2004**

	NCLB TITLE I FUND	NCLB TITLE II FUND	NCLB TITLE III FUND	NCLB TITLE IV FUND	NCLB TITLE V FUND
<u>ASSETS</u>					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables	688,409	344,930	14,951	50,776	20,053
Inventory	-	-	-	-	-
Total Assets	\$ 688,409	\$ 344,930	\$ 14,951	\$ 50,776	\$ 20,053
<u>LIABILITIES AND FUND EQUITY</u>					
Liabilities:					
Accounts payable	\$ 188,714	\$ 76,339	\$ -	\$ 9,842	\$ -
Deferred revenue	-	-	-	-	-
Due to other funds	499,695	268,591	14,951	40,934	20,053
Total Liabilities	688,409	344,930	14,951	50,776	20,053
Fund Equity:					
Fund balances:					
Reserved for inventory	-	-	-	-	-
Unreserved:					
Undesignated	-	-	-	-	-
Total Fund Equity	-	-	-	-	-
Total Liabilities and Fund Equity	\$ 688,409	\$ 344,930	\$ 14,951	\$ 50,776	\$ 20,053

HEADSTART/ EARLY HEADSTART FUND	EIGHT G FUND	LUNCH FUND	OTHER GRANTS	TOTALS	
				2005	2004
\$ 26,328	\$ 1,028	\$ 1,092,348	\$ 654,161	\$ 1,773,865	\$ 1,607,683
275,886	214,236	252,378	1,321,121	3,182,740	3,076,423
-	-	120,097	-	120,097	90,946
<u>\$ 302,214</u>	<u>\$ 215,264</u>	<u>\$ 1,464,823</u>	<u>\$ 1,975,282</u>	<u>\$ 5,076,702</u>	<u>\$ 4,775,052</u>
\$ 302,214	\$ 26,167	\$ 288,825	\$ 273,670	\$ 1,165,771	\$ 1,075,625
-	1,028	69,931	15,471	86,430	271,367
-	188,069	-	1,170,044	2,202,337	2,324,852
<u>302,214</u>	<u>215,264</u>	<u>358,756</u>	<u>1,459,185</u>	<u>3,454,538</u>	<u>3,671,844</u>
-	-	120,097	-	120,097	90,946
-	-	985,970	516,097	1,502,067	1,012,262
-	-	1,106,067	516,097	1,622,164	1,103,208
<u>\$ 302,214</u>	<u>\$ 215,264</u>	<u>\$ 1,464,823</u>	<u>\$ 1,975,282</u>	<u>\$ 5,076,702</u>	<u>\$ 4,775,052</u>

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

**For the Year Ended June 30, 2005
with comparative totals for the year ended June 30, 2004**

	<u>NCLB TITLE I FUND</u>	<u>NCLB TITLE II FUND</u>	<u>NCLB TITLE III FUND</u>	<u>NCLB TITLE IV FUND</u>	<u>NCLB TITLE V FUND</u>
<u>REVENUES</u>					
Local sources:					
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -
Food service income	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources:					
Restricted grants-in-aid:					
Direct	-	-	-	-	-
Subgrants	1,624,413	528,173	15,252	61,105	20,229
Corporate grants	-	-	-	-	-
Total revenues	<u>1,624,413</u>	<u>528,173</u>	<u>15,252</u>	<u>61,105</u>	<u>20,229</u>
<u>EXPENDITURES</u>					
Current					
Instruction:					
Regular programs	-	461,163	9,993	50,676	221
Special education	958,762	225	-	-	-
Support services:					
Student services	303,152	40,159	4,693	9,210	-
Instructional staff support	322,909	8,752	323	-	19,238
General administration	32,468	17,874	243	1,219	770
Business services	3,024	-	-	-	-
Plant services	2,186	-	-	-	-
Student transportation services	1,912	-	-	-	-
Food services	-	-	-	-	-
Total expenditures	<u>1,624,413</u>	<u>528,173</u>	<u>15,252</u>	<u>61,105</u>	<u>20,229</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources					
Operating transfers in	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at beginning of year	-	-	-	-	-
Increase in inventory	-	-	-	-	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEADSTART/ EARLY HEADSTART FUND	EIGHT G FUND	LUNCH FUND	OTHER GRANTS	TOTALS	
				2005	2004
\$ -	\$ -	\$ 5,082	\$ -	\$ 5,082	\$ 2,888
-	-	1,259,596	-	1,259,596	1,205,543
-	283,339	712,500	998,805	1,994,644	1,942,425
1,772,057	-	2,469,650	-	4,241,707	3,889,590
-	-	-	2,700,494	4,949,666	4,514,383
-	-	-	758,557	758,557	314,726
<u>1,772,057</u>	<u>283,339</u>	<u>4,446,828</u>	<u>4,457,856</u>	<u>13,209,252</u>	<u>11,869,555</u>
1,064,848	245,277	-	4,276,972	6,109,150	418,878
-	-	-	-	958,987	5,823,689
328,971	38,062	-	-	724,247	696,651
285,133	-	-	-	636,355	538,130
1,046	-	-	-	53,620	96,468
69,277	-	-	-	72,301	46,731
5,005	-	-	-	7,191	24,111
1,129	-	-	-	3,041	12,946
16,648	-	4,362,581	-	4,379,229	3,995,458
<u>1,772,057</u>	<u>283,339</u>	<u>4,362,581</u>	<u>4,276,972</u>	<u>12,944,121</u>	<u>11,653,062</u>
-	-	84,247	180,884	265,131	216,493
-	-	224,674	-	224,674	95,000
-	-	224,674	-	224,674	95,000
-	-	308,921	180,884	489,805	311,493
-	-	767,995	335,213	1,103,208	825,195
-	-	29,151	-	29,151	(33,480)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,106,067</u>	<u>\$ 516,097</u>	<u>\$ 1,622,164</u>	<u>\$ 1,103,208</u>

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2005

NCLB TITLE I FUND

NCLB TITLE II FUND

		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET			BUDGET		
REVENUES						
Local sources:						
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Food service income	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources:						
Restricted grants-in-aid:						
Direct	-	-	-	-	-	-
Subgrants	1,700,089	1,624,413	(75,676)	542,865	528,173	(14,692)
Corporate grants	-	-	-	-	-	-
Total revenues	<u>1,700,089</u>	<u>1,624,413</u>	<u>(75,676)</u>	<u>542,865</u>	<u>528,173</u>	<u>(14,692)</u>
EXPENDITURES						
Current						
Instruction:						
Regular programs	-	-	-	465,068	461,163	3,905
Special education	1,117,645	958,762	158,883	2,725	225	2,500
Support services:						
Student services	297,242	303,152	(5,910)	54,252	40,159	14,093
Instructional staff support	202,686	322,909	(120,223)	-	8,752	(8,752)
General administration	61,576	32,468	29,108	20,820	17,874	2,946
Business services	2,600	3,024	(424)	-	-	-
Plant services	16,840	2,186	14,654	-	-	-
Student transportation services	1,500	1,912	(412)	-	-	-
Food services	-	-	-	-	-	-
Total expenditures	<u>1,700,089</u>	<u>1,624,413</u>	<u>75,676</u>	<u>542,865</u>	<u>528,173</u>	<u>14,692</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources						
Operating transfers in	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at beginning of year	-	-	-	-	-	-
(Increase) in inventory	-	-	-	-	-	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NCLB TITLE III FUND

<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
19,801	15,252	(4,549)
-	-	-
<u>19,801</u>	<u>15,252</u>	<u>(4,549)</u>
-	9,993	(9,993)
-	-	-
19,413	4,693	14,720
388	323	65
-	243	(243)
-	-	-
-	-	-
-	-	-
-	-	-
<u>19,801</u>	<u>15,252</u>	<u>4,549</u>
-	-	-
-	-	-
-	-	-
-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NCLB TITLE IV FUND

<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
53,849	61,105	7,256
-	-	-
<u>53,849</u>	<u>61,105</u>	<u>7,256</u>
31,754	50,676	(18,922)
-	-	-
20,998	9,210	11,788
-	-	-
1,097	1,219	(122)
-	-	-
-	-	-
-	-	-
-	-	-
<u>53,849</u>	<u>61,105</u>	<u>(7,256)</u>
-	-	-
-	-	-
-	-	-
-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ST. CHARLES PARISH SCHOOL BOARD

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2005

NCLB TITLE V FUND

HEADSTART/EARLY HEADSTART FUND

	NCLB TITLE V FUND			HEADSTART/EARLY HEADSTART FUND		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Local sources:						
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Food service income	-	-	-	-	-	-
State sources	-	-	-	-	-	-
Federal sources:						
Restricted grants-in-aid:						
Direct	-	-	-	1,632,631	1,772,057	139,426
Subgrants	39,780	20,229	(19,551)	-	-	-
Union Carbide grant	-	-	-	-	-	-
Total revenues	<u>39,780</u>	<u>20,229</u>	<u>(19,551)</u>	<u>1,632,631</u>	<u>1,772,057</u>	<u>139,426</u>
EXPENDITURES						
Current						
Instruction:						
Regular programs	-	221	(221)	1,005,563	1,064,848	(59,285)
Special education	-	-	-	-	-	-
Support services:						
Student services	-	-	-	373,920	328,971	44,949
Instructional staff support	38,268	19,238	19,030	133,688	285,133	(151,445)
General administration	1,512	770	742	1,375	1,046	329
Business services	-	-	-	87,481	69,277	18,204
Plant services	-	-	-	8,200	5,005	3,195
Student transportation services	-	-	-	4,000	1,129	2,871
Food services	-	-	-	18,404	16,648	1,756
Total expenditures	<u>39,780</u>	<u>20,229</u>	<u>19,551</u>	<u>1,632,631</u>	<u>1,772,057</u>	<u>(139,426)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources						
Operating transfers in	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at beginning of year	-	-	-	-	-	-
(Increase) in inventory	-	-	-	-	-	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EIGHT G FUND			LUNCH FUND		
<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -	\$ -	\$ -	\$ 3,500	\$ 5,082	\$ 1,582
-	-	-	1,235,000	1,259,596	24,596
205,831	283,339	77,508	712,500	712,500	-
-	-	-	2,205,000	2,469,650	264,650
-	-	-	-	-	-
-	-	-	-	-	-
<u>205,831</u>	<u>283,339</u>	<u>77,508</u>	<u>4,156,000</u>	<u>4,446,828</u>	<u>290,828</u>
205,831	245,277	(39,446)	-	-	-
-	-	-	-	-	-
-	38,062	(38,062)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	4,112,900	4,362,581	(249,681)
<u>205,831</u>	<u>283,339</u>	<u>(77,508)</u>	<u>4,112,900</u>	<u>4,362,581</u>	<u>(249,681)</u>
-	-	-	43,100	84,247	41,147
-	-	-	167,000	224,674	57,674
-	-	-	<u>167,000</u>	<u>224,674</u>	<u>57,674</u>
-	-	-	210,100	308,921	98,821
-	-	-	660,861	767,995	107,134
-	-	-	-	29,151	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 870,961</u>	<u>\$ 1,106,067</u>	<u>\$ 205,955</u>

ST. CHARLES PARISH SCHOOL BOARD

Schedule B-3 - concluded

SPECIAL REVENUE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2005

	OTHER GRANTS			TOTALS		
		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)		ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET			BUDGET		
REVENUES						
Local sources:						
Interest income	\$ -	\$ -	\$ -	\$ 3,500	\$ 5,082	\$ 1,582
Food service income	-	-	-	1,235,000	1,259,596	24,596
State sources	1,200,000	998,805	(201,195)	2,118,331	1,994,644	(123,687)
Federal sources:						
Restricted grants-in-aid:						
Direct	-	-	-	3,837,631	4,241,707	404,076
Subgrants	2,472,000	2,700,494	228,494	4,828,384	4,949,666	121,282
Union Carbide grant	400,000	758,557	358,557	400,000	758,557	358,557
Total revenues	<u>4,072,000</u>	<u>4,457,856</u>	<u>385,856</u>	<u>12,422,846</u>	<u>13,209,252</u>	<u>786,406</u>
EXPENDITURES						
Current						
Instruction:						
Regular programs	4,072,000	4,276,972	(204,972)	5,780,216	6,109,150	(328,934)
Special education	-	-	-	1,120,370	958,987	161,383
Support services:	-	-	-	-	-	-
Student services	-	-	-	765,825	724,247	41,578
Instructional staff support	-	-	-	375,030	636,355	(261,325)
General administration	-	-	-	86,380	53,620	32,760
Business services	-	-	-	90,081	72,301	17,780
Plant services	-	-	-	25,040	7,191	17,849
Student transportation services	-	-	-	5,500	3,041	2,459
Food services	-	-	-	4,131,304	4,379,229	(247,925)
Total expenditures	<u>4,072,000</u>	<u>4,276,972</u>	<u>(204,972)</u>	<u>12,379,746</u>	<u>12,944,121</u>	<u>(564,375)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>180,884</u>	<u>180,884</u>	<u>43,100</u>	<u>265,131</u>	<u>222,031</u>
Other Financing Sources						
Operating transfers in	-	-	-	167,000	224,674	57,674
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>167,000</u>	<u>224,674</u>	<u>57,674</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>180,884</u>	<u>180,884</u>	<u>210,100</u>	<u>489,805</u>	<u>279,705</u>
Fund balances at beginning of year	-	335,213	335,213	660,861	1,103,208	442,347
(Increase) in inventory	-	-	-	-	29,151	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ 516,097</u>	<u>\$ 516,097</u>	<u>\$ 870,961</u>	<u>\$ 1,622,164</u>	<u>\$ 722,052</u>

Debt Service Funds

DEBT SERVICE FUNDS

Sinking Fund No. 1 is funded by ad valorem taxes and provides for repayment of general obligation bond issues maturing within the period September 1, 1997 through March 1, 2022.

Sinking Fund Nos. 2 and 4 are funded by the General Fund and provides for repayment of certificates of indebtedness issues maturing within the period January 1, 2006 through September 1, 2009.

Sinking Fund No. 3 is funded by first priority use on sales tax revenue limited to the annual amount required for scheduled repayment. Final payment due March 1, 2019.

Sales Tax Bond Reserve Fund was established and is required by Board resolutions dated February 14, 1979, April 9, 1980 and March 4, 1999. The reserve fund is funded by sales tax revenues and is supportive of Sinking Fund No. 3. Scheduled monthly payments were made into the reserve fund until the fiscal year ended June 30, 1984 at which point the maximum amount to be accumulated pursuant to the resolutions 1979 and 1980 resolutions was achieved.

ST. CHARLES PARISH SCHOOL BOARD

DEBT SERVICE FUNDS

**Combining Balance Sheet, June 30, 2005
with comparative totals for June 30, 2004**

	SINKING FUND NO. 1	SINKING FUND NO. 2 & 4
<u>ASSETS</u>		
Cash	\$ 691,958	\$ -
Investments	3,164,244	-
Accounts Recievable	8,331	
	<hr/>	<hr/>
Total Assets	\$ 3,864,533	\$ -
	<hr/>	<hr/>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Accounts payable	\$ -	\$ -
Due to other funds	-	-
	<hr/>	<hr/>
Total Liabilities	-	-
	<hr/>	<hr/>
Fund Equity:		
Fund balances:		
Reserved for debt service	3,864,533	-
	<hr/>	<hr/>
Total Fund Equity	3,864,533	-
	<hr/>	<hr/>
Total Liabilities and Fund Equity	\$ 3,864,533	\$ -
	<hr/>	<hr/>

SINKING FUND NO. 3	SALES TAX BOND RESERVE FUND	TOTALS	
		2005	2004
\$ -	\$ -	\$ 691,958	\$ 704,756
205,523	1,360,563	4,730,330	5,212,262
		8,331	6,519
<u>\$ 205,523</u>	<u>\$ 1,360,563</u>	<u>\$ 5,430,619</u>	<u>\$ 5,923,537</u>
\$ -	\$ -	\$ -	\$ 52,606
-	8,317	8,317	-
<u>-</u>	<u>8,317</u>	<u>8,317</u>	<u>52,606</u>
205,523	1,352,246	5,422,302	5,870,931
<u>205,523</u>	<u>1,352,246</u>	<u>5,422,302</u>	<u>5,870,931</u>
<u>\$ 205,523</u>	<u>\$ 1,360,563</u>	<u>\$ 5,430,619</u>	<u>\$ 5,923,537</u>

ST. CHARLES PARISH SCHOOL BOARD

DEBT SERVICE FUNDS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

**For the Year Ended June 30, 2005
with comparative totals for the year ended June 30, 2004**

	SINKING FUND NO. 1	SINKING FUND NOS. 2 & 4
<u>REVENUES</u>		
Local sources:		
Ad valorem tax	\$ 4,798,198	\$ -
Sales and use tax	-	-
Earnings on investments	66,490	-
Total revenues	<u>4,864,688</u>	<u>-</u>
<u>EXPENDITURES</u>		
Current:		
Support services:		
General administration	162,017	-
Debt service:		
Principal retirement	3,145,000	200,000
Interest and bank charges	<u>2,004,137</u>	<u>67,456</u>
Total expenditures	<u>5,311,154</u>	<u>267,456</u>
Excess (deficiency) of revenues over expenditures	<u>(446,466)</u>	<u>(267,456)</u>
Other financing sources (uses):		
Operating transfers in	-	267,456
Operating transfers out	<u>-</u>	<u>-</u>
Total other financing uses	<u>-</u>	<u>267,456</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(446,466)	-
Fund balances at beginning of year	<u>4,310,999</u>	<u>-</u>
Fund balances at end of year	<u>\$ 3,864,533</u>	<u>\$ -</u>

Statement C-2

SINKING FUND NO. 3	SALES TAX BOND RESERVE FUND	TOTALS	
		2005	2004
\$ -	\$ -	\$ 4,798,198	\$ 4,890,420
1,339,022	-	1,339,022	1,347,248
1,608	21,116	89,214	55,208
<u>1,340,630</u>	<u>21,116</u>	<u>6,226,434</u>	<u>6,292,876</u>
-	-	162,017	164,593
735,000	-	4,080,000	3,607,000
<u>607,793</u>	<u>-</u>	<u>2,679,386</u>	<u>3,050,144</u>
<u>1,342,793</u>	<u>-</u>	<u>6,921,403</u>	<u>6,821,737</u>
<u>(2,163)</u>	<u>21,116</u>	<u>(694,969)</u>	<u>(528,861)</u>
-	-	267,456	166,173
<u>-</u>	<u>(21,116)</u>	<u>(21,116)</u>	<u>(10,976)</u>
<u>-</u>	<u>(21,116)</u>	<u>246,340</u>	<u>155,197</u>
(2,163)	-	(448,629)	(373,664)
<u>207,686</u>	<u>1,352,246</u>	<u>5,870,931</u>	<u>6,244,595</u>
<u>\$ 205,523</u>	<u>\$ 1,352,246</u>	<u>\$ 5,422,302</u>	<u>\$ 5,870,931</u>

ST. CHARLES PARISH SCHOOL BOARD

DEBT SERVICE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2005

SINKING FUND NO. 1

	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
<u>REVENUES</u>			
Local sources:			
Ad valorem tax	\$ 4,900,000	\$ 4,798,198	\$ (101,802)
Sales and use tax	-	-	-
Earnings on investments	120,000	66,490	(53,510)
Total revenues	5,020,000	4,864,688	(155,312)
<u>EXPENDITURES</u>			
Current:			
Support services:			
General administration	165,000	162,017	2,983
Debt service:			
Principal retirement	3,145,000	3,145,000	-
Interest and bank charges	2,057,117	2,004,137	52,980
Total expenditures	5,367,117	5,311,154	55,963
Excess (deficiency) of revenues over expenditures	(347,117)	(446,466)	(99,349)
Other financing Sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Refunding bonds issued	-	-	-
Payments to refunded bond escrow agents	-	-	-
Discount on debt issued	-	-	-
Total other financing uses	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	(347,117)	(446,466)	(99,349)
Fund balances at beginning of year	3,762,805	4,310,999	548,194
Fund balances at end of year	\$ 3,415,688	\$ 3,864,533	\$ 448,845

SINKING FUND NOS. 2 & 4

<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
200,000	200,000	-
67,456	67,456	-
267,456	267,456	-
(267,456)	(267,456)	-
267,456	267,456	-
-	-	-
-	-	-
-	-	-
-	-	-
267,456	267,456	-
-	-	-
-	-	-
-	-	-
-	-	-
\$ -	\$ -	\$ -

SINKING FUND NO. 3

<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
\$ -	\$ -	\$ -
1,367,916	1,339,022	(28,894)
3,500	1,608	(1,892)
1,371,416	1,340,630	(30,786)
-	-	-
735,000	735,000	-
606,777	607,793	(1,016)
1,341,777	1,342,793	(1,016)
29,639	(2,163)	(31,802)
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
29,639	(2,163)	(31,802)
236,720	207,686	(29,034)
\$ 266,359	\$ 205,523	\$ (60,836)

ST. CHARLES PARISH SCHOOL BOARD

DEBT SERVICE FUNDS

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the Year Ended June 30, 2005

	SALES TAX BOND RESERVE FUND			TOTALS		
	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL (ADJUSTED TO BUDGETARY BASIS)	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES						
Local sources:						
Ad valorem tax	\$ -	\$ -	\$ -	\$ 4,900,000	\$ 4,798,198	\$ (101,802)
Sales and use tax	-	-	-	1,367,916	1,339,022	(28,894)
Earnings on investments	19,000	21,116	2,116	142,500	89,214	(53,286)
Total revenues	19,000	21,116	2,116	6,410,416	6,226,434	(183,982)
EXPENDITURES						
Current:						
Support services:						
General administration	-	-	-	165,000	162,017	2,983
Debt service:						
Principal retirement	-	-	-	4,080,000	4,080,000	-
Interest and bank charges	-	-	-	2,731,350	2,679,386	51,964
Total expenditures	-	-	-	6,976,350	6,921,403	54,947
Excess (deficiency) of revenues over expenditures	19,000	21,116	2,116	(565,934)	(694,969)	(129,035)
Other financing uses:						
Operating transfers in	-	-	-	267,456	267,456	-
Operating transfers out	(19,000)	(21,116)	(2,116)	(19,000)	(21,116)	(2,116)
Refunding bonds issued	-	-	-	-	-	-
Payments to refunded bond escrow agents	-	-	-	-	-	-
Discount on debt issued	-	-	-	-	-	-
Total other financing uses	(19,000)	(21,116)	(2,116)	248,456	246,340	(2,116)
Excess (deficiency) of revenues over expenditures and other uses	-	-	-	(317,478)	(448,629)	(131,151)
Fund balances at beginning of year	1,352,246	1,352,246	-	5,351,771	5,870,931	519,160
Fund balances at end of year	\$ 1,352,246	\$ 1,352,246	\$ -	\$ 5,034,293	\$ 5,422,302	\$ 388,009

Construction Fund

CONSTRUCTION FUND

Construction Fund accounts for financial resources to be used for the acquisition, construction and maintenance of major capital facilities.

ST. CHARLES PARISH SCHOOL BOARD

CONSTRUCTION FUND

Comparative Balance Sheet

June 30, 2005

With comparative totals for June 30, 2004

	<u>2005</u>	<u>2004</u>
<u>ASSETS</u>		
Cash	\$ 716,279	\$ 2,009,319
Accounts receivable	6,419	4,656
Total Assets	<u>\$ 722,698</u>	<u>\$ 2,013,975</u>
<u>LIABILITIES AND FUND EQUITY</u>		
Liabilities:		
Accounts payable	\$ 36,867	\$ 46,909
Total Liabilities	<u>36,867</u>	<u>46,909</u>
Fund Equity:		
Fund balances:		
Reserved for capital projects	685,831	1,967,066
Total Fund Equity	<u>685,831</u>	<u>1,967,066</u>
Total Liabilities and Fund Equity	<u>\$ 722,698</u>	<u>\$ 2,013,975</u>

ST. CHARLES PARISH SCHOOL BOARD

Construction Fund

Comparative Statement of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2005

With comparative totals for the year ended June 30, 2004

	TOTALS	
	2005	2004
REVENUES		
Local sources:		
Ad valorem tax	\$ 3,696,685	\$ 3,493,169
Earnings on investments	2,803	3,483
Other local revenue	1,862	-
Federal sources:		
FEMA - Disaster relief	31,211	3,573
Total revenues	<u>3,732,561</u>	<u>3,500,225</u>
EXPENDITURES		
Current:		
Support services:		
General administration	124,825	117,567
Total support services	<u>124,825</u>	<u>117,567</u>
Capital outlay:		
Salaries and benefits	1,769,266	1,767,876
Sites	345,000	-
Furniture and equipment	5,702	-
Construction contracts	3,990,886	1,647,827
Consulting services	123,117	5,260
Total capital outlay	<u>6,233,971</u>	<u>3,420,963</u>
Total expenditures	<u>6,358,796</u>	<u>3,538,530</u>
(Deficiency) of revenues over expenditures	<u>(2,626,235)</u>	<u>(38,305)</u>
Other financing sources (uses):		
Operating transfers in	1,345,000	2,000,000
Total other financing sources (uses)	<u>1,345,000</u>	<u>2,000,000</u>
Excess (deficiency) of revenues and other sources over expenditures	(1,281,235)	1,961,695
Fund balances at beginning of year	1,967,066	5,371
Fund balances at end of year	<u>\$ 685,831</u>	<u>\$ 1,967,066</u>

ST. CHARLES PARISH SCHOOL BOARD

Construction Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual (Adjusted to Budgetary Basis)

For the year ended June 30, 2005

	<u>BUDGET</u>	<u>ACTUAL (ADJUSTED TO BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Local sources:			
Ad valorem tax	3,658,868	\$ 3,696,685	\$ 37,817
Earnings on investments	35,000	2,803	(32,197)
Other local revenue	-	1,862	1,862
Federal sources:			
FEMA Disaster relief	-	31,211	31,211
Total revenues	<u>3,693,868</u>	<u>3,732,561</u>	<u>38,693</u>
EXPENDITURES			
Current:			
Support services:			
General administration	200,000	124,825	75,175
Total support services	<u>200,000</u>	<u>124,825</u>	<u>75,175</u>
Capital outlay:			
Salaries and benefits	1,800,000	1,769,266	30,734
Sites	345,000	345,000	-
Furniture and equipment	-	5,702	(5,702)
Construction contracts	3,450,000	3,990,886	(540,886)
Consulting services	209,825	123,117	86,708
Total capital outlay	<u>5,804,825</u>	<u>6,233,971</u>	<u>(429,146)</u>
Total expenditures	<u>6,004,825</u>	<u>6,358,796</u>	<u>(353,971)</u>
(Deficiency) of revenues over expenditures	(2,310,957)	(2,626,235)	(315,278)
Other Financing Sources (Uses):			
Operating transfers in	1,000,000	1,345,000	345,000
Total other financing sources	<u>1,000,000</u>	<u>1,345,000</u>	<u>345,000</u>
(Deficiency) of Revenues and Other Sources Over Expenditures	(1,310,957)	(1,281,235)	29,722
Fund balances at beginning of year	1,967,066	1,967,066	-
Fund balances at end of year	<u>656,109</u>	<u>\$ 685,831</u>	<u>\$ 29,722</u>

Trust and Agency Funds

TRUST AND AGENCY FUNDS

The Ethel Schoeffner Scholarship Fund is a fiduciary fund established by Ms. Schoeffner to aid graduates of the St. Charles Parish School System who are entering college, majoring in either education or nursing.

The Student Activity Fund accounts for student projects in the school. While the funds *are under the supervision of the School Board*, these funds belong to the individual schools or their student bodies and are not available for use by the School Board.

The Sales Tax Fund accounts for the collection and distribution of St. Charles Parish's five percent sales and use tax. Three percent is dedicated to the St. Charles Parish School Board and two percent is dedicated to the St. Charles Parish Council. The School Board sales tax ordinances provide that the proceeds can be used for general School Board expenses and for debt service.

Region I Service Center accounts for a statewide network of centers designed to improve and develop the professional activities of employees in education. The St. Charles Parish School Board has been designated the fiscal agent for Region I. While these funds are under the supervision of the School Board, they are not owned by the School Board.

ST. CHARLES PARISH SCHOOL BOARD

AGENCY FUNDS

Combining Balance Sheet

June 30, 2005

with comparative totals for June 30, 2004

	STUDENT ACTIVITY FUND	SALES TAX FUND	REGION I SERVICE CENTER FUND	TOTALS	
				2005	2004
ASSETS					
Cash	\$ 1,409,843	\$ 25	\$ -	\$ 1,409,868	\$ 1,452,443
Investments	-	-	-	-	573,346
Accounts receivable	-	3,018,640	134,560	3,153,200	2,853,894
Total Assets	<u>\$ 1,409,843</u>	<u>\$ 3,018,665</u>	<u>\$ 134,560</u>	<u>\$ 4,563,068</u>	<u>\$ 4,879,683</u>
LIABILITIES					
Liabilities					
Due to other funds	\$ -	\$ -	\$ 110,805	\$ 110,805	\$ 153,199
Deposits due others:					
Due to student groups	1,409,843	-	-	1,409,843	1,385,156
Escrow deposits	-	-	-	-	640,418
Due to other governments	-	3,018,665	23,755	3,042,420	2,700,910
Total Liabilities	<u>1,409,843</u>	<u>3,018,665</u>	<u>134,560</u>	<u>4,563,068</u>	<u>4,879,683</u>

ST. CHARLES PARISH SCHOOL BOARD
ETHEL SCHOEFFNER SCHOLARSHIP FUND

TRUST FUND

Comparative Balance Sheet

June 30, 2005 and 2004

	<u>2005</u>	<u>2004</u>
<u>ASSETS</u>		
Cash	\$ -	\$ -
Investments	238,570	237,252
Accounts receivable	3,030	33
Total Assets	\$ <u>241,600</u>	\$ <u>237,285</u>
<u>LIABILITIES</u>		
Due to other funds	\$ <u>9,028</u>	\$ -
Total Liabilities	<u>9,028</u>	<u>-</u>
<u>FUND BALANCE</u>		
Fund Balance:		
Reserved for scholarships	232,572	237,285
Total Liabilities and Fund Balance	\$ <u>241,600</u>	\$ <u>237,285</u>

ST. CHARLES PARISH SCHOOL BOARD

AGENCY FUNDS

Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2005

	<u>BALANCE</u> <u>June 30, 2004</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>June 30, 2005</u>
<u>Student Activity Fund</u>				
<u>ASSETS</u>				
Cash	\$ 1,385,156	\$ 3,617,226	3,592,539	\$ 1,409,843
Investments	-	-	-	-
Receivables	-	-	-	-
Total Assets	<u>\$ 1,385,156</u>	<u>\$ 3,617,226</u>	<u>\$ 3,592,539</u>	<u>\$ 1,409,843</u>
<u>LIABILITIES</u>				
Due to student groups	\$ 1,385,156	\$ 3,617,226	\$ 3,592,539	\$ 1,409,843
Escrow deposits	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	<u>\$ 1,385,156</u>	<u>\$ 3,617,226</u>	<u>\$ 3,592,539</u>	<u>\$ 1,409,843</u>
<u>Sales Tax Fund</u>				
<u>ASSETS</u>				
Cash	\$ 67,287	\$ 48,705,639	48,772,901	\$ 25
Investments	573,346	8,868	582,214	-
Receivables	2,676,940	3,018,640	2,676,940	3,018,640
Total Assets	<u>\$ 3,317,573</u>	<u>\$ 51,733,147</u>	<u>\$ 52,032,055</u>	<u>\$ 3,018,665</u>
<u>LIABILITIES</u>				
Due to student groups	\$ -	\$ -	\$ -	\$ -
Escrow deposits	640,418	8,868	649,286	-
Due to other governments	2,677,155	52,373,565	52,032,055	3,018,665
Due to other funds	-	-	-	-
Total Liabilities	<u>\$ 3,317,573</u>	<u>\$ 52,382,433</u>	<u>\$ 52,681,341</u>	<u>\$ 3,018,665</u>

	BALANCE June 30, 2004	ADDITIONS	DEDUCTIONS	BALANCE June 30, 2005
<u>Region I Service Center</u>				
<u>ASSETS</u>				
Cash	\$ -	\$ 280,161	\$ 280,161	\$ -
Investments	-	-	-	-
Receivables	176,954	134,560	176,954	134,560
Total Assets	<u>\$ 176,954</u>	<u>\$ 414,721</u>	<u>\$ 457,115</u>	<u>\$ 134,560</u>
<u>LIABILITIES</u>				
Due to student groups	\$ -	\$ -	\$ -	\$ -
Escrow deposits	-	-	-	-
Due to other governments	23,755	280,161	280,161	23,755
Due to other funds	153,199	110,805	153,199	110,805
Total Liabilities	<u>\$ 176,954</u>	<u>\$ 390,966</u>	<u>\$ 433,360</u>	<u>\$ 134,560</u>

Totals - All Agency Funds

<u>ASSETS</u>				
Cash	\$ 1,452,443	\$ 52,603,026	\$ 52,645,601	\$ 1,409,868
Investments	573,346	8,868	582,214	-
Receivables	2,853,894	3,153,200	2,853,894	3,153,200
Total Assets	<u>\$ 4,879,683</u>	<u>\$ 55,765,094</u>	<u>\$ 56,081,709</u>	<u>\$ 4,563,068</u>
<u>LIABILITIES</u>				
Due to student groups	\$ 1,385,156	\$ 3,617,226	\$ 3,592,539	\$ 1,409,843
Escrow deposits	640,418	8,868	649,286	-
Due to other governments	2,700,910	52,653,726	52,312,216	3,042,420
Due to other funds	153,199	110,805	153,199	110,805
Total Liabilities	<u>\$ 4,879,683</u>	<u>\$ 56,390,625</u>	<u>\$ 56,707,240</u>	<u>\$ 4,563,068</u>

ST. CHARLES PARISH SCHOOL BOARD

STUDENT ACTIVITY FUND

Schedule of Changes in Deposit Balances, by School

For the Year Ended June 30, 2005

SCHOOL NAME	BALANCE JUNE 30, 2004	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2005
A. A. Songy	\$ 8,617	\$ 71,584	\$ 71,733	\$ 8,468
Adapt/Court School	1,886	5,981	2,857	5,010
Allemands	17,211	45,187	42,497	19,901
Carver	11,920	130	12,050	-
Luling	26,363	101,617	91,508	36,472
Mimosa Park	32,499	135,165	115,389	52,275
Norco Elementary K - 3	22,911	63,199	56,799	29,311
Norco Elementary 4 - 6	8,700	55,761	52,058	12,403
St. Rose Primary	13,066	85,091	74,959	23,198
Ethel Schoeffner Elementary	39,036	79,986	88,584	30,438
Albert Cammon Middle	38,805	83,413	86,471	35,747
R. J. Vial	13,639	48,964	52,545	10,058
New Sarpy Elementary	12,471	76,242	60,188	28,525
New Sarpy Kindergarten	10,539	49,411	52,792	7,158
Harry M Hurst Middle	70,214	170,012	179,941	60,285
Eual J. Landry Sr. Middle	91,564	133,889	126,013	99,440
J. B. Martin Middle	55,683	221,975	210,307	67,351
Lakewood	39,922	135,661	133,985	41,598
Destrehan High	550,631	1,131,452	1,142,593	539,490
Hahnville High	319,479	922,506	939,270	302,715
Total	<u>\$ 1,385,156</u>	<u>\$ 3,617,226</u>	<u>\$ 3,592,539</u>	<u>\$ 1,409,843</u>

ST. CHARLES PARISH SCHOOL BOARD

SALES TAX FUND

Schedule of Changes in Deposit Balances

For the Year Ended June 30, 2005

Deposit balance at beginning of year		\$	<u>640,633</u>
Additions:			
Sales tax collections			52,283,724
Audit and legal expenses recovered			78,198
Escrow deposits			8,868
Earned interest			<u>11,832</u>
Total additions			<u>52,382,622</u>
Reductions:			
Clearing account refunds			178,466
Escrow deposits			649,286
Remitted to St. Charles Parish School Board:			
General Fund	\$	30,022,182	
Debt Service Fund		1,339,022	
Audit Fees		<u>78,118</u>	
Total remitted to School Board			31,439,322
Remitted to St. Charles Parish Council			<u>20,756,156</u>
Total reductions			<u>53,023,230</u>
Deposit balance at end of year		\$	<u><u>25</u></u>

ST. CHARLES PARISH SCHOOL BOARD

REGION I SERVICE CENTER

Schedule of Changes in Deposit Balances

For the Year Ended June 30, 2005

Deposit balance at beginning of year	\$ <u>23,755</u>
Additions:	
State funds	<u>280,161</u>
Total additions	<u>280,161</u>
Reductions:	
Workshops	25,929
Supplies	229,162
Administrative cost	17,350
Travel	<u>7,720</u>
Total reductions	<u>280,161</u>
Deposit balance at end of year	\$ <u><u>23,755</u></u>

Other Governmental Funds

OTHER GOVERNMENTAL FUNDS

The Other Governmental Funds are made up of Special Revenue, Debt Service and Capital Projects Funds that do not meet the criteria as major funds.

ST. CHARLES PARISH SCHOOL BOARD

OTHER GOVERNMENTAL FUNDS

Combining Balance Sheet

June 30, 2005

				Total
	Special Revenue Funds	Debt Service Funds	Construction Fund	Other Governmental Funds
ASSETS				
Cash	\$ 1,773,865	\$ 691,958	\$ 716,279	\$ 3,182,102
Investments	-	4,730,330	-	4,730,330
Receivables	3,182,740	8,331	6,419	3,197,490
Inventory	120,097	-	-	120,097
Total Assets	<u>5,076,702</u>	<u>5,430,619</u>	<u>722,698</u>	<u>11,230,019</u>
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable	1,165,771	-	36,867	1,202,638
Deferred revenue	86,430	-	-	86,430
Due to other funds	2,202,337	8,317	-	2,210,654
Total Liabilities	<u>3,454,538</u>	<u>8,317</u>	<u>36,867</u>	<u>3,499,722</u>
Fund Equity:				
Fund balances:				
Reserved for debt Service	-	5,422,302	-	5,422,302
Reserved for capital projects	-	-	685,831	685,831
Reserved for inventory	120,097	-	-	120,097
Unreserved:				
Undesignated	1,502,067	-	-	1,502,067
Total Fund Equity	<u>1,622,164</u>	<u>5,422,302</u>	<u>685,831</u>	<u>7,730,297</u>
Total Liabilities and Fund Equity	<u>5,076,702</u>	<u>5,430,619</u>	<u>722,698</u>	<u>11,230,019</u>

ST. CHARLES PARISH SCHOOL BOARD

OTHER GOVERNMENTAL FUNDS

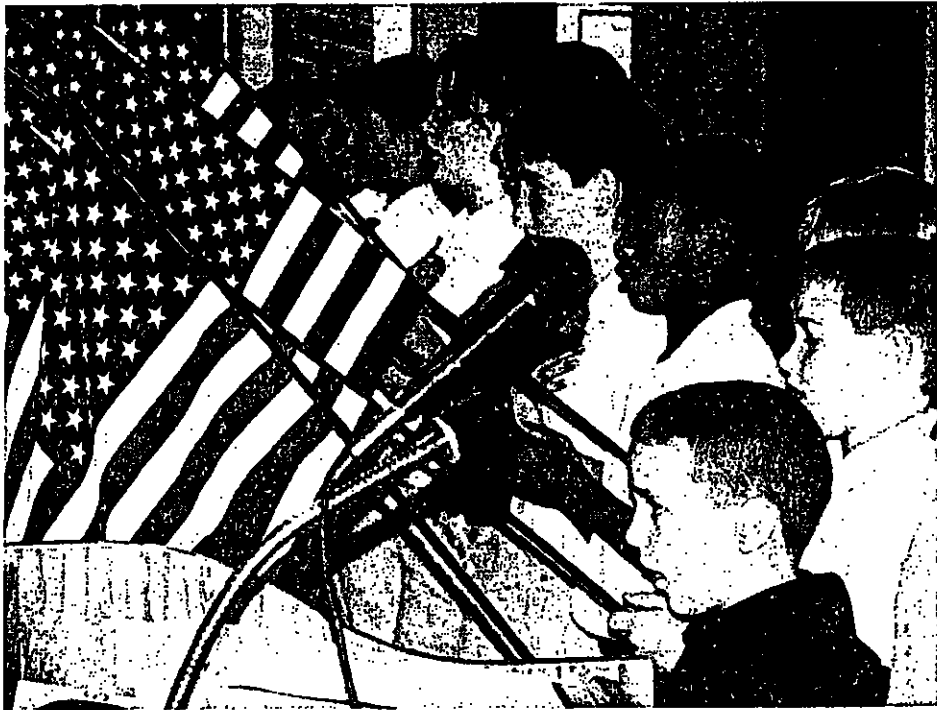
Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2005

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Construction Fund</u>	<u>Total Other Governmental Funds</u>
<u>REVENUES</u>				
Local sources:				
Ad valorem tax	\$ -	\$ 4,798,198	\$ 3,696,685	\$ 8,494,883
Sales Tax	-	1,339,022	-	1,339,022
Interest income	5,082	89,214	2,803	97,099
Food service income	1,259,596	-	-	1,259,596
Other local revenue	-	-	1,862	1,862
State sources	1,994,644	-	-	1,994,644
Federal sources:				
Restricted grants-in-aid:				
Direct	1,772,057	-	31,211	1,803,268
Subgrants	7,419,316	-	-	7,419,316
Corporate grants	758,557	-	-	758,557
Total revenues	<u>13,209,252</u>	<u>6,226,434</u>	<u>3,732,561</u>	<u>23,168,247</u>
<u>EXPENDITURES</u>				
Current				
Instruction:				
Regular programs	6,109,150	-	-	6,109,150
Special education	958,987	-	-	958,987
Support services:				
Student services	724,247	-	-	724,247
Instructional staff support	636,355	-	-	636,355
General administration	53,620	162,017	124,825	340,462
Business services	72,301	-	-	72,301
Plant services	7,191	-	-	7,191
Student transportation services	3,041	-	-	3,041
Food services	4,379,229	-	-	4,379,229
Debt service:				
Principle retirement	-	4,080,000	-	4,080,000
Interest & bank charges	-	2,679,386	-	2,679,386
Capital projects	-	-	6,233,971	6,233,971
Total expenditures	<u>12,944,121</u>	<u>6,921,403</u>	<u>6,358,796</u>	<u>26,224,320</u>
Excess (deficiency) of revenues over expenditures	265,131	(694,969)	(2,626,235)	(3,056,073)
Other Financing Sources				
Operating transfers in	224,674	267,456	1,345,000	1,837,130
Operating transfers out	-	(21,116)	-	(21,116)
Total other financing sources	<u>224,674</u>	<u>246,340</u>	<u>1,345,000</u>	<u>1,816,014</u>
Excess (deficiency) of revenues over expenditures	489,805	(448,629)	(1,281,235)	(1,240,059)
Fund balances at beginning of year	1,103,208	5,870,931	1,967,066	8,941,205
Increase in inventory	29,151	-	-	29,151
Fund balances at end of year	\$ <u>1,622,164</u>	\$ <u>5,422,302</u>	\$ <u>685,831</u>	\$ <u>7,730,297</u>



Statistical Section



ST. CHARLES PARISH SCHOOL BOARD

**General School System Expenditures by Function - Governmental Fund Types
(General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds)
1996 - 2005
(unaudited)**

	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>
Regular Instruction	\$25,616,248	\$29,912,201	\$37,099,539	\$38,306,231
Special Instruction and Compensatory Remedial Programs	8,739,453	10,066,870	11,775,239	11,693,032
Student Services	2,595,332	2,619,074	2,831,187	3,043,290
Instructional Staff Support	2,982,810	3,974,444	4,376,486	5,640,622
General Administration	2,068,447	2,356,528	2,041,376	1,909,119
School Administration	3,300,165	3,826,946	4,663,137	4,918,358
Business Services	634,708	670,032	739,792	740,520
Plant Services	5,261,473	6,164,410	6,371,470	5,036,170
Student Transportation	3,505,009	4,112,700	6,140,960	4,144,110
Central Services	1,120,896	2,580,945	1,117,292	1,202,128
Food Services	2,924,471	3,207,946	3,313,879	3,623,412
Community Services	118,891	123,471	120,735	122,767
Capital Outlay	1,887,461	7,255,144	9,448,920	8,694,771
Debt Service	<u>4,362,660</u>	<u>4,757,654</u>	<u>4,911,969</u>	<u>5,008,910</u>
Total Expenditures	<u>\$65,118,024</u>	<u>\$81,628,365</u>	<u>\$94,951,981</u>	<u>\$94,083,440</u>

Table 1

<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
\$35,633,331	\$35,318,674	\$37,929,590	\$38,341,518	\$40,713,565	\$42,663,351
11,788,223	11,729,037	13,226,006	15,183,789	15,678,092	17,426,086
3,005,803	3,011,051	3,573,656	3,727,279	4,049,588	4,195,539
4,027,636	3,689,069	3,900,822	4,126,751	4,304,331	4,387,591
1,918,595	2,290,601	2,555,079	2,624,222	2,740,228	2,701,769
4,858,021	5,146,733	5,596,039	5,561,776	5,926,965	6,185,955
712,736	676,720	756,059	751,797	861,578	855,615
4,855,973	5,936,288	6,262,820	6,703,191	7,323,268	7,091,269
4,276,502	4,405,188	4,550,887	5,015,489	5,798,513	5,920,973
1,078,992	1,196,080	1,318,544	1,088,245	1,488,664	1,342,762
3,450,500	3,457,382	3,855,955	4,016,321	4,002,775	4,380,210
107,918	116,000	109,912	99,649	119,766	129,505
6,649,680	5,672,901	6,760,404	20,859,921	14,024,210	14,048,254
4,906,884	5,109,020	5,268,453	6,614,383	6,657,144	6,759,386
<u>\$87,270,794</u>	<u>\$87,754,744</u>	<u>\$95,664,226</u>	<u>\$114,714,331</u>	<u>\$113,688,687</u>	<u>\$118,088,265</u>

ST. CHARLES PARISH SCHOOL BOARD

System Revenue by Source

1996 - 2005

(Unaudited)

GENERAL FUND REVENUE BY SOURCE

Year Ended June 30	Local	State	Federal	Total
1996	\$34,801,148	\$20,225,696	\$471,137	\$55,497,981
1997	47,169,563	20,883,038	381,681	68,434,282
1998	46,334,396	23,002,541	95,253	69,432,190
1999	47,448,436	22,939,878	119,549	70,507,863
2000	46,042,848	21,705,195	98,365	67,846,408
2001	45,763,040	21,975,438	109,570	67,848,048
2002	53,086,515	23,867,839	133,011	77,087,365
2003	57,408,812	24,806,868	141,707	82,357,387
2004	62,080,397	25,573,492	151,287	87,805,176
2005	66,774,524	26,282,802	120,255	93,177,581

GOVERNMENTAL FUND TYPES BY SOURCE

(General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds)

Year Ended June 30	Local	State	Federal	Total
1996	\$42,631,624	\$21,047,662	\$4,397,234	\$68,076,520
1997	57,661,112	21,708,724	4,677,900	84,047,736
1998	56,110,527	23,955,741	5,061,655	85,127,923
1999	57,012,540	24,751,779	5,380,569	87,144,888
2000	56,939,470	23,668,970	5,182,089	85,790,529
2001	56,314,524	23,832,954	5,945,010	86,092,488
2002	63,645,947	25,929,231	7,884,167	97,459,345
2003	69,089,515	26,926,194	8,395,260	104,410,969
2004	73,752,510	27,515,917	8,558,833	109,827,260
2005	78,816,246	28,277,446	9,342,839	116,436,531

ST. CHARLES PARISH SCHOOL BOARD

Property Tax Levies and Collections

1996 - 2005
(Unaudited)

YEAR ENDED JUNE 30	TAX MILLAGE		ASSESSED VALUE OF TAXABLE MILLAGE	TAXES LEVIED	TAXES COLLECTED	TAXES NOT COLLECTED
1996	61.50	1	\$428,189,070	\$26,333,628	\$25,156,265	\$1,177,363 *
1997	55.50	2	618,573,599	34,330,835	35,790,222	(1,459,387) **
1998	55.50	2	615,000,441	34,132,524	34,039,757	92,767
1999	55.50	2	622,809,996	34,565,955	34,150,933	415,022 *
2000	55.50	2	634,076,403	35,191,240	35,742,231	(550,991) **
2001	55.09	3	636,372,445	35,057,758	34,885,219	172,539
2002	58.83	4	653,177,813	38,426,451	38,094,096	332,355
2003	58.83	4	669,393,323	39,380,409	39,185,826	194,583
2004	58.83	4	717,494,628	42,210,209	41,936,819	273,390
2005	58.33	5	760,505,023	44,360,258	44,006,100	354,158

Recap of Tax Millage per \$1,000 of assessed value

	1	2	3	4	5
General Fund	47.80	43.74	43.37	47.07	47.07
Building Fund	5.00	4.90	4.86	4.90	4.90
Debt Service	8.70	6.86	6.86	6.86	6.36
Total	61.50	55.50	55.09	58.83	58.33

*Taxes paid in protest, held at Sheriff's Office.

** Settlement of taxes paid in protest from prior years.

ST. CHARLES PARISH SCHOOL BOARD

Assessed Valuation

1996 - 2005

(Unaudited)

YEAR ENDED JUNE 30	NUMBER OF TAXPAYERS	VALUE OF LAND	VALUE OF OTHER PROPERTY	AMOUNT OF HOMESTEAD EXEMPTION	ASSESSED VALUE OF TAXABLE PROPERTY
1996	21,155	\$122,826,511	\$371,005,698	\$65,643,139	\$428,189,070
1997	21,447	134,267,285	553,137,200	68,830,886	618,573,599
1998	21,620	137,821,683	548,064,454	70,885,696	615,000,441
1999	21,988	144,101,986	550,514,592	71,806,582	622,809,996
2000	22,164	150,075,671	557,854,024	73,853,292	634,076,403
2001	22,378	160,098,719	550,804,234	74,530,508	636,372,445
2002	22,630	167,850,395	563,040,140	77,712,722	653,177,813
2003	22,797	178,002,798	570,295,318	78,904,793	669,393,323
2004	23,029	182,821,516	615,875,858	81,202,746	717,494,628
2005	23,281	234,595,965	613,479,748	87,570,690	760,505,023

ST. CHARLES PARISH SCHOOL BOARD

Assessed and Estimated Actual Value of
Taxable Property1996 - 2005
(Unaudited)

YEAR ENDED JUNE 30	TOTAL ASSESSED VALUE	ESTIMATED ASSESSMENT RATIO	ESTIMATED ACTUAL VALUE
1996	\$493,832,209	0.143	\$3,459,848,243
1997	687,404,485	0.142	4,840,876,655
1998	685,886,137	0.142	4,830,184,063
1999	694,616,578	0.143	4,857,458,587
2000	707,929,695	0.145	4,882,273,759
2001	710,902,953	0.146	4,869,198,308
2002	730,890,535	0.145	5,040,624,379
2003	748,298,116	0.143	5,232,853,958
2004	798,697,374	0.142	5,624,629,394
2005	848,075,713	0.139	6,101,264,122

ST. CHARLES PARISH SCHOOL BOARD

Ratio of Net General Bonded Debt to Assessed Value and Per Capita*

**1996 - 2005
(unaudited)**

	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>
Estimated population	<u>46,275</u>	<u>46,583</u>	<u>46,730</u>	<u>47,250</u>
Assessed value of taxable property	<u>\$428,189,070</u>	<u>\$618,573,599</u>	<u>\$615,000,441</u>	<u>\$622,809,996</u>
Gross bonded debt	25,214,000	33,380,000	31,565,000	30,395,000
Less Debt Service Funds	<u>1,604,135</u>	<u>2,524,137</u>	<u>2,907,596</u>	<u>3,230,120</u>
Net bonded debt	<u>23,609,865</u>	<u>30,855,863</u>	<u>28,657,404</u>	<u>27,164,880</u>
Ratio of net bonded debt to assessed value	<u>5.51%</u>	<u>4.99%</u>	<u>4.66%</u>	<u>4.36%</u>
Net bonded debt per capita	<u>\$510</u>	<u>\$662</u>	<u>\$613</u>	<u>\$575</u>

* Bonded Debt only, does not include Sales Tax debt

Table 6

<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<u>47,650</u>	<u>48,072</u>	<u>48,130</u>	<u>49,820</u>	<u>49,353</u>	<u>51,320</u>
<u>\$634,076,403</u>	<u>\$636,372,445</u>	<u>\$653,177,813</u>	<u>\$669,393,323</u>	<u>\$717,494,628</u>	<u>\$760,505,023</u>
28,200,000	25,885,000	51,875,000	48,860,000	45,985,000	43,020,000
<u>3,953,396</u>	<u>4,626,771</u>	<u>5,292,290</u>	<u>4,679,920</u>	<u>4,310,999</u>	<u>3,864,533</u>
<u>24,246,604</u>	<u>21,258,229</u>	<u>46,582,710</u>	<u>44,180,080</u>	<u>41,674,001</u>	<u>39,155,467</u>
<u>3.82%</u>	<u>3.34%</u>	<u>7.13%</u>	<u>6.60%</u>	<u>5.81%</u>	<u>5.15%</u>
<u>\$509</u>	<u>\$442</u>	<u>\$968</u>	<u>\$887</u>	<u>\$844</u>	<u>\$763</u>

ST. CHARLES PARISH SCHOOL BOARD

Value of Exempt Industrial Property Under 10 Year Contracts

2005 - 2014

(unaudited)

<u>FISCAL YEAR</u>	<u>AMOUNT</u>
1995-05	\$115,602,000
1996-06	335,550,000
1997-07	478,860,000
1998-08	510,339,000
1999-09	721,894,000
2000-10	312,192,000
2001-11	852,686,000
2002-12	183,356,000
2003-13	439,870,000
2004-14	<u>16,728,000</u>
Total Property Under Exemption	<u><u>\$3,967,077,000</u></u>



ST. CHARLES PARISH SCHOOL BOARD

**Parishwide Property Tax Millage
(per \$1,000 of assessed value)
Fiscal Years 1996- 2005
(unaudited)**

<u>TAX YEAR</u> <u>TAXING DISTRICT</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>
School Constitutional	4.16	4.10	4.10	4.10
School Maintenance	43.64	39.69	39.69	39.69
School Construction and Improvement	5.00	4.90	4.90	4.90
School Bonds	8.70	6.81	6.81	6.81
Road Lighting	1.70	1.18	1.16	1.16
Public Library Bonds	-	-	-	-
Public Library Maintenance & Operation	3.00	2.95	2.95	2.95
Public Courthouse Bonds	0.60	0.30	0.17	0.17
Mosquito Control	1.54	1.00	0.71	0.71
Hospital Bonds	2.65	1.55	1.55	1.55
Hospital Maintenance and Operation	2.79	2.75	2.75	2.75
Parish Health Unit	-	-	-	-
General Parish Tax	3.33	3.28	3.28	3.28
Law Enforcement	17.93	16.93	16.93	16.93
Public Sewerage Bonds	2.75	1.82	2.80	2.80
Assessor	1.50	1.25	1.25	1.25
Public Roads	6.05	5.96	5.96	5.96
Parish Recreation	2.00	1.97	1.97	1.97
Parish Recreation	-	-	1.00	1.00
Parish Council on Aging	1.00	0.98	0.98	0.98
Fire Protection Maintenance and Operation	1.60	1.58	1.58	1.58
Fire Protection Bonds	0.83	0.50	0.52	0.52
E-911 Telephone Service - Bonds	0.29	0.21	0.22	0.22
E-911 Telephone Service - Maint.	0.50	0.49	0.49	0.49
Total	111.56	100.20	101.77	101.77

Table 8

<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
4.10	4.07	4.10	4.10	4.10	4.10
39.64	39.30	42.97	42.97	42.97	42.97
4.90	4.86	4.90	4.90	4.90	4.90
6.86	6.86	6.86	6.86	6.86	6.36
1.00	1.38	1.38	1.28	1.38	1.38
-	-	-	-	-	-
2.95	2.95	4.90	4.90	4.90	4.90
-	-	-	-	-	-
0.71	0.71	0.71	0.71	0.61	0.71
2.37	2.40	2.46	2.46	2.46	2.46
2.75	2.73	2.60	2.60	2.60	2.60
-	0.65	0.65	0.65	0.65	0.65
3.28	3.28	3.28	3.28	3.28	3.28
17.66	17.66	17.66	17.66	17.66	17.66
6.92	6.73	6.82	6.64	4.81	4.13
1.35	1.34	1.34	1.34	1.47	1.43
5.96	5.96	5.96	5.96	5.96	5.96
1.97	1.97	1.97	1.97	1.97	1.97
1.00	1.00	1.00	1.00	1.00	1.00
0.98	0.98	0.98	0.98	0.98	0.98
1.58	1.58	1.58	1.58	1.58	1.58
0.52	0.51	0.50	0.48	0.46	0.46
0.22	0.22	0.22	0.21	0.20	0.20
0.49	0.49	1.00	1.00	1.00	1.00
<u>107.21</u>	<u>107.63</u>	<u>113.84</u>	<u>113.53</u>	<u>111.80</u>	<u>110.68</u>

ST. CHARLES PARISH SCHOOL BOARD

Property Tax Bonded Debt

Ratio of Net Bonded Debt to Assessed Value

1996 - 2005
(Unaudited)

FISCAL YEAR ENDED JUNE 30	ASSESSED VALUE OF TAXABLE PROPERTY	GROSS BONDED DEBT	LESS DEBT SERVICE FUND BALANCE	NET BONDED DEBT	RATIO OF PROPERTY TAX NET BONDED DEBT TO ASSESSED VALUE
1996	\$428,189,070	\$25,214,000	\$1,604,135	\$23,609,865	5.5
1997	618,573,599	33,380,000	2,524,137	30,855,863	5.0
1998	615,000,441	31,565,000	2,907,596	28,657,404	4.7
1999	622,809,996	30,395,000	3,230,120	27,164,880	4.4
2000	634,076,403	28,200,000	3,953,396	24,246,604	3.8
2001	636,372,445	25,885,000	4,626,771	21,258,229	3.3
2002	653,177,813	51,875,000	5,292,290	46,582,710	7.1
2003	669,393,323	48,860,000	4,679,920	44,180,080	6.6
2004	717,494,628	45,985,000	4,310,999	41,674,001	5.8
2005	760,505,023	43,020,000	3,864,533	39,155,467	5.1

ST. CHARLES PARISH SCHOOL BOARD

Sales Tax Bonds

Ratio of Net Sales Tax Debt to Total Sales

1996 - 2005
(Unaudited)

FISCAL YEAR	TOTAL SALES	GROSS SALES TAX DEBT	LESS DEBT SERVICE	NET	RATIO OF NET SALES TAX DEBT TO TOTAL SALES
1996	\$772,167,000	\$3,870,000	\$1,901,316	\$1,968,684	0.25
1997	940,170,950	2,990,000	1,939,600	1,050,400	0.11
1998	973,682,000	2,055,000	1,956,836	98,164	0.01
1999	1,024,994,400	14,910,000	2,261,127	12,648,873	1.23
2000	896,073,800	15,395,000	1,560,257	13,834,743	1.54
2001	911,967,150	14,795,000	1,566,931	13,228,069	1.45
2002	901,138,550	14,165,000	1,566,758	12,598,242	1.40
2003	873,236,033	13,500,000	1,564,675	11,935,325	1.37
2004	724,226,300	12,800,000	1,559,932	11,240,068	1.55
2005	1,045,373,467	12,065,000	1,557,769	10,507,231	1.01

ST. CHARLES PARISH SCHOOL BOARD

Legal Debt Margin

1996 - 2005
(Unaudited)

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>ASSESSED VALUE</u>	<u>LEGAL* DEBT LIMIT</u>	<u>INDEBTEDNESS**</u>	<u>LEGAL DEBT MARGIN</u>
1996	\$493,832,209	\$172,841,273	\$25,214,000	\$147,627,273
1997	687,404,485	240,591,570	33,380,000	207,211,570
1998	685,886,137	240,060,148	31,565,000	208,495,148
1999	694,616,578	243,115,802	30,395,000	212,720,802
2000	707,929,695	247,775,393	28,200,000	219,575,393
2001	710,902,953	248,816,034	25,885,000	222,931,034
2002	730,890,535	255,811,687	51,875,000	203,936,687
2003	748,298,116	261,904,341	48,860,000	213,044,341
2004	798,697,374	279,544,081	45,985,000	233,559,081
2005	848,075,713	296,826,500	43,020,000	253,806,500

* Legal debt limit is 35% of assessed value

** Indebtedness based on ad valorem taxes

ST. CHARLES PARISH SCHOOL BOARD**Table 12****Ratio of Annual Debt Service to Total Expenditures****1996 - 2005
(Unaudited)**

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>DEBT SERVICE EXPENDITURES</u>	<u>TOTAL EXPENDITURES</u>	<u>RATIO</u>
1996	\$4,357,524	\$65,118,024	0.067
1997	4,769,076	81,628,365	0.058
1998	4,907,421	94,951,981	0.052
1999	5,003,654	94,083,440	0.053
2000	5,998,684	87,270,794	0.069
2001	5,109,020	87,754,744	0.058
2002	5,268,453	95,664,226	0.055
2003	6,614,383	114,714,331	0.058
2004	6,657,114	113,688,687	0.059
2005	6,759,386	118,088,265	0.057

Table 13

ST. CHARLES PARISH SCHOOL BOARD

Computation of Direct and Overlapping Bonded Debt

General Obligation Bonds

June 30, 2005
(Unaudited)

<u>JURISDICTION</u>	<u>NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING</u>	<u>PERCENTAGE APPLICABLE TO GOVERNMENT</u>	<u>AMOUNT APPLICABLE TO GOVERNMENT</u>
Direct:			
St. Charles Parish School Board	\$43,020,000	100%	\$43,020,000
Overlapping:			
St. Charles Parish Hospital	10,585,000	100%	\$10,585,000
St. Charles Parish Government	<u>34,890,000</u>	100%	<u>34,890,000</u>
Total	<u>\$88,495,000</u>		<u>\$88,495,000</u>

All property within St. Charles Parish must bear the debt of the St. Charles Parish School Board; therefore, all other reporting entities within the parish fall under the Board's jurisdiction. The computation of the amount of debt applicable to the Board, within the context that such debt will be serviced through levies upon the same properties which the Board taxes, is determined by applying the above percentages to the net debt outstanding.

ST. CHARLES PARISH SCHOOL BOARD

Property Value, Construction and Bank Deposits

1996 - 2005
(Unaudited)

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>ESTIMATED ACTUAL PROPERTY VALUE</u>	<u>CONSTRUCTION- ESTIMATED VALUE</u>	<u>COMMERCIAL BANK DEPOSITS OF BANKS IN ST. CHARLES PARISH</u>
1996	3,459,848,243	85,907,000	12,936,000,000
1997	4,840,876,655	123,781,000	13,457,000,000
1998	4,830,184,063	309,367,000	17,836,000,000
1999	4,857,458,587	356,356,000	19,852,000,000
2000	4,316,644,482	511,374,000	113,421,000,000 *
2001	4,869,198,308	642,426,000	118,339,000,000
2002	5,040,624,379	617,201,000	178,240,000,000
2003	5,232,853,958	376,251,000	239,268,000,000
2004	5,624,629,394	120,096,000	243,437,000,000
2005	6,101,264,122	439,870,000	990,231,906,000 **

*In 2000 Bank One opened branch offices in St. Charles Parish.

** In 2005 JPMorgan Chase opened branch offices in St. Charles Parish.

ST. CHARLES PARISH SCHOOL BOARD

Principal Property Taxpayers

June 30, 2005
(Unaudited)

<u>COMPANY</u>	<u>Type Industry</u>	<u>2005 ASSESSED VALUATION</u>	<u>2005 PERCENTAGE OF ASSESSED VALUATION</u>
Entergy Louisiana, Inc.	Public Utility	\$194,276,350	22.9
Motiva Enterprises	Oil Refinery	84,569,593	10.0
Union Carbide	Chemical Plant	70,474,641	8.3
Shell Oil Company	Oil Refinery	37,984,850	4.5
Valero Refining Corporation	Oil Refinery	36,984,887	4.4
Monsanto	Chemical Plant	23,497,595	2.8
Occidental Chem. Corp.	Chemical Plant	12,116,176	1.4
Motiva Enterprises, LLC	Chemical Plant	7,709,287	0.9
Resolution Performance Prod.		6,998,190	0.8
Union Carbide	Chemical Plant	<u>6,103,061</u>	<u>0.7</u>
Total		<u>\$480,714,630</u>	<u>56.7</u>



Table 16

ST. CHARLES PARISH SCHOOL BOARD

Average Daily Attendance and Membership

1996 - 2005
(Unaudited)

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>AVERAGE DAILY MEMBERSHIP</u>	<u>AVERAGE DAILY ATTENDANCE</u>	<u>PERCENT OF ATTENDANCE</u>	<u>PERCENT OF ABSENCE</u>
1996	9,410.5	8,923.0	94.8	5.2
1997	9,905.9	9,405.6	94.9	5.1
1998	10,062.5	9,553.8	94.9	5.1
1999	10,084.5	9,586.7	95.1	4.9
2000	9,970.3	9,473.1	95.0	5.0
2001	9,916.8	9,410.8	94.9	5.1
2002	9,749.4	9,264.5	95.0	5.0
2003	9,699.0	9,164.4	94.5	5.5
2004	9,676.9	9,196.1	95.0	5.0
2005	9,700.7	9,207.6	94.9	5.1

ST. CHARLES PARISH SCHOOL BOARD

Demographic Statistics

**1996 - 2005
(Unaudited)**

YEAR ENDING <u>JUNE 30,</u>	(1) <u>POPULATION</u>	(2) <u>PER CAPITA INCOME</u>	<u>PUBLIC SCHOOL ENROLLMENT</u>
1996	46,275	\$20,698	9,742
1997	46,583	21,925	10,239
1998	46,730	23,933	10,126
1999	47,250	24,407	10,218
2000	47,650	25,116	10,026
2001	48,072	25,845	9,984
2002	48,130	27,377	9,947
2003	49,820	27,651	9,807
2004	49,353	27,928	9,746
2005	51,320	28,454	9,797

(1) Estimates and census information from the local Chamber of Commerce.

(2) Bureau of Economic Analysis

(3) The percentage of graduating seniors is based on the previous year's graduation class. This information has not been gathered since 2000.

(4) Based on General Fund expenditures only

Table 17

<u>PUBLIC HIGH SCHOOL GRADUATES</u>	<u>(3) PERCENT OF GRADUATING SENIORS GOING ON TO COLLEGE</u>	<u>(4) EXPENDITURES PER STUDENT</u>
496	49.6	6,176
575	57.5	7,159
520	74.0	7,239
584	45.2	7,023
582	40.0	6,702
652	N/A	6,801
611	N/A	7,263
573	N/A	7,638
629	N/A	8,319
657	N/A	8,579



ST. CHARLES PARISH SCHOOL BOARD

Schedule of Insurance Coverage

**June 30, 2005
(Unaudited)**

<u>INSURANCE</u>	<u>FROM</u>	<u>TO</u>
Vehicle Liability and Physical Damage	8/1/04	8/1/05
Bond	2/18/05	2/18/06
Property	4/5/04	8/1/05
Legal Liability	8/1/04	8/1/05
Boiler-Machinery. Air Conditioning	4/15/05	4/15/06
Bond	3/2/05	3/2/06
Workman's Compensation	6/30/04	8/1/05
Bond	6/11/04	8/1/05

Table 18

\$1,000,000 CSL Liability; UMC-owned and contracted vehicles, including hired and non-owned units.

\$250,000 Bond on five designated persons: Superintendent, Assistant Superintendents, President and Vice President of the School Board.

\$177,882,850 Blanket Property "All - Risk" on owned property. Subject to \$100,000 per occurrence. Replacement cost except where ACU Designated.

\$1,000,000 / CSL Liability with \$5,000 per loss Professional liability. Errors and omissions policy on Board members and all Board employees.

Comprehensive Coverage form on loss to and from boilers, pressure vessels, air conditioning equipment. Limit of coverage \$25,000,000; Sub-Limit on the coverage extensions of \$25,000. \$1,000 Deductible.

\$250,000 Bond on Director of Sales and Use Tax Collection and \$100,000 on Assistant Sales Tax Collector.

Statutory Workmen's Compensation and \$1,000,000 Employee Liability. Self insured retention of \$200,000. \$1,000,000 aggregate excess coverage.

Blanket Honesty Bond on: \$250,000 on 6 other Boardmembers, Assistant Superintendents, Comptroller, Assistant Comptroller and School Secretary, \$100,000 on Principals, \$50,000 on School Co-signers and \$25,000 on all other employees not covered by other bonds.

ST. CHARLES PARISH SCHOOL BOARD

Comparative Schedule of Compensation Paid to Board Members

For the Years Ended June 30, 2005 and 2004

<u>Board Member</u>	<u>2005</u>	<u>2004</u>
Mary S. Bergeron *	\$ 10,200	\$ 9,600
Cindy Brasher	9,600	9,600
Stephen M. Crovetto **	10,200	10,200
Alfred Green	9,600	9,600
John W. Robichaux	9,600	9,600
Wayne T. Roussel	9,600	9,600
Clarence H. Savoie	9,600	9,600
John L. Smith	<u>9,600</u>	<u>10,200</u>
Total	\$ <u>78,000</u>	\$ <u>78,000</u>

* President - January 1, 2005 - Current

** President - January 1, 2004 - December 31, 2004

Federal Financial
Assistance Section

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED UPON THE AUDIT PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Members of the School Board of
St. Charles Parish, Louisiana:

We have audited the financial statements of The St. Charles Parish School Board, as of and for the year ended June 30, 2005, and have issued our report thereon dated December 20, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered The St. Charles Parish School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether The St. Charles Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the finance committee and management, the State of Louisiana Legislative Auditor, federal awarding agencies, state funding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Deloitte & Touche LLP

December 20, 2005

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER COMPLIANCE APPLICABLE TO EACH MAJOR FEDERAL AWARD PROGRAM AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the Members of the School Board of
St. Charles Parish, Louisiana:

Compliance

We have audited the compliance of The St. Charles Parish School Board, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2005. The St. Charles Parish School Board's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the St. Charles Parish School Board's management. Our responsibility is to express an opinion on the St. Charles Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about The St. Charles Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on The St. Charles Parish School Board's compliance with those requirements.

In our opinion, The St. Charles Parish School Board complied, in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of The St. Charles Parish School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contract, and grants applicable to federal programs. In planning and performing our audit, we considered The St. Charles Parish School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose

of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of The St. Charles Parish School Board as of and for the year ended June 30, 2005, and have issued our report thereon dated December 20, 2005. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. This schedule is the responsibility of the management of The St. Charles Parish School Board. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects when considered in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the St. Charles Parish School Board's finance committee and management, federal awarding agencies, the State of Louisiana Legislative Auditor, state funding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Deloitte & Touche LLP

December 20, 2005

ST. CHARLES PARISH SCHOOL BOARD
Schedule of Federally Assisted Program Activity
For the Year Ended June 30, 2005

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM NAME	FEDERAL CFDA NUMBER	GRANT PERIOD	PASS-THROUGH GRANTOR'S AWARD NUMBER
UNITED STATES DEPARTMENT OF AGRICULTURE			
Passed through Louisiana Department of Education:			
National School Lunch Program	10.555	7/1/04-6/30/05	N/A
School Breakfast Program	10.553	7/1/04-6/30/05	N/A
National School Snack Program		7/1/04-6/30/05	N/A
Passed through Louisiana Department of Agriculture:			
Food Distribution Program	10.550	7/1/04-6/30/05	N/A
Total United States Department of Agriculture			
UNITED STATES DEPARTMENT OF HEALTH & HUMAN SERVICES			
Direct Programs:			
Headstart Program	93.600	7/1/04-6/30/05	06CH5649/33
Headstart Program	93.600	7/1/03-6/30/04	06CH5649/34
Early Headstart	93.600	07/01/03-09/30/04	06CH5649/34
Total United States Department of Health & Human Services			
UNITED STATES DEPARTMENT OF EDUCATION			
Passed through Louisiana Department of Education:			
Educationally Deprived Children -			
Local Educational Agencies:			
NCLB Title I	84.010	7/1/03-9/30/04	04-TI-045
NCLB Title I	84.010	7/1/04-9/30/05	05-TI-45
NCLB Title I	84.010	10/1/03-9/30/04	04-TI-45C
NCLB Title I	84.010	10/01/04-9/30/05	05-TI-45
Vocational Education - Basic Grants to States:			
Title II - Basic Grant	84.048	7/1/04-6/30/05	N/A
Title II - Basic Grant	84.048	7/1/03-6/30/04	N/A
Handicapped School Programs:			
2005 IDEA part B	84.027A	7/1/04-9/30/05	05-B1-45
2004 IDEA part B	84.027A	7/1/03-9/30/04	04-B1-45
2004 IDEA part B carryover	84.027A	7/1/04-6/30/05	04-B1-45-C
2005 Preschool Coordinator	84.173A	7/1/04-9/30/05	05-P1-45
2004 Preschool Coordinator	84.173A	7/1/03-9/30/04	04-P1-45
2004 Preschool Coordinator - carryover	84.173A	10/1/04-6/30/05	05-P1-45-C
2005 IDEA Improvement Grant	84.323A	7/1/04-6/30/05	28-05-SP-44
2003 Part C - Evaluations	84.181A	7/1/04-6/30/05	05-CS-45
2004 IDEA Improvement Grant	84.323A	7/1/03-6/30/06	28-03-SP 44
2003 IDEA Improvement Grant	84.323A	7/1/02-6/30/06	28-02-SP 45
Tanf - Before & After School	93.558	07/01/04-06/30/05	N/A
Tanf - Before & After School	93.558	07/01/03-06/30/04	N/A
Inclusive Ed	84	07/01/03-06/30/04	N/A
Natures Little Helpers	86	07/01/03-06/30/04	N/A
BTNEP	66	07/01/04-06/30/05	N/A
CLFC	46.076	7/1/04-6/30/05	N/A
EETT Grant		7/1/04-6/30/05	N/A
Quality Education 2		7/1/02-6/30/03	N/A
Learn and Serve America	86.276A	7/1/04-6/30/05	04LSFLA201
FIE Barmark	84	7/1/03-6/30/04	N/A
Smaller Learning Communities	84.215L	10/1/00-09/30/05	S215L002204
NCLB Title V	84.298A	7/01/03-09/30/04	04-80-45
NCLB Title V	84.298A	7/01/04-09/30/05	05-80-45
NCLB Title V	84.298A	7/01/04-09/30/05	04-80-45C
Technology Grant	84.318X	7/1/04-6/30/05	N/A
CBTF 2004/2005	84.318X	7/1/04-6/30/05	N/A
NCLB Title III	84.365A	10/01/03-9/30/04	03-60-45C
NCLB Title III	84.365A	7/01/03-9/30/04	04-60-45
NCLB Title III	84.365A	10/01/04-9/30/05	04-60-45C
NCLB Title III	84.365A	10/01/03-9/30/04	03-60-45C
No Child Left Behind - State Block Grants:			
Title VI	84.298A	10/1/02-9/30/03	02-00-45C
2005 Adult Education	84.002	9/1/04-6/30/05	N/A
2004 Adult Education	84.002	9/1/03-6/30/04	N/A
2005 Adult Education - Workkeys Initiative	84.002	9/1/04-6/30/05	N/A
2005 Evenstart	84.002	9/1/04-6/30/05	N/A
Strengthening the skill of teachers:			
NCLB Title II	84.367A	7/1/03-9/30/04	04-50-45
NCLB Title II	84.367A	7/1/04-9/30/05	05-50-45
NCLB Title II	84.367A	10/01/04-9/30/05	04-50-45C
NCLB Title IV - Drug Free	84.186A	7/1/04-9/30/05	05-50-45
NCLB Title IV - Drug Free	84.186A	10/01/04-9/30/05	05-50-45C
NCLB Title IV - Drug Free	84.186A	7/1/03-9/30/04	04-70-45
Total United States Department of Education			
FEMA - Disaster Relief	83	07/1/03-06/30/04	N/A
UNITED STATES DEPARTMENT OF DEFENSE			
ROTC Program	12.998	7/1/03-6/30/04	N/A
Total United States Department of Defense			
Total Program Activity			

TOTAL GRANT AWARD	RECEIVABLE JUNE 30, 2004	CASH RECEIPTS	CASH DISBURSEMENTS	RECEIVABLE JUNE 30, 2005
\$ 1,563,616	\$ 3,963	\$ 1,397,096	\$ 1,563,616	\$ 170,483
619,561	2,987	549,613	619,561	72,935
14,593	-	13,276	14,593	1,317
271,880	-	271,880	271,880	-
2,469,650	6,950	2,231,865	2,469,650	244,735
987,802	-	813,917	1,017,737	203,820
996,406	195,377	252,213	56,836	-
697,484	91,113	678,437	697,484	72,066
2,681,692	286,490	1,744,567	1,772,057	275,886
1,540,032	369,242	599,476	230,234	-
1,700,089	-	500,456	1,138,865	638,409
205,314	-	205,314	205,314	-
50,000	-	-	50,000	50,000
94,224	-	61,816	94,224	32,408
64,031	64,031	64,031	1,964	1,964
1,723,809	-	648,323	1,201,147	552,824
1,466,002	1,109,161	1,384,951	275,790	-
81,051	-	-	81,051	81,051
65,334	-	44,224	62,297	18,067
47,357	34,174	34,174	-	-
17,913	-	-	17,913	17,913
112,944	-	18,656	112,944	94,288
37,259	-	37,259	37,259	-
68,000	17,363	17,363	-	-
-	-	-	-	-
22,576	-	22,576	22,576	-
-	2,125	2,125	-	-
62,223	62,223	62,223	-	-
2,200	-	-	-	-
20,750	-	20,750	20,750	-
51,153	270	14,002	51,153	37,421
45,574	-	16,293	45,574	29,281
36,994	-	-	-	-
13,108	-	8,774	13,107	4,333
38,687	38,687	41,723	3,036	-
1,544,350	66,905	311,898	244,993	-
55,643	20,350	20,526	176	-
39,780	-	16,973	16,973	-
8,662	-	-	3,080	3,080
150,100	-	112,892	150,100	37,208
34,355	47,612	41,957	(5,655)	-
3,394	3,394	3,394	-	-
19,057	9,535	9,836	301	-
8,034	-	-	6,180	6,180
8,034	-	-	8,771	8,771
15,845	-	-	-	-
131,304	2,373	133,794	131,421	-
98,639	61,233	61,233	-	-
34,817	-	67,016	67,016	-
71,840	25,178	84,448	71,840	12,570
554,826	356,374	365,200	8,826	-
542,865	-	397,043	459,803	62,760
62,760	-	59,544	59,544	-
53,849	-	681	681	-
9,648	-	-	50,776	50,776
55,436	28,766	38,414	9,648	-
11,069,862	2,318,996	5,529,358	4,949,666	1,739,304
31,221	3,573	34,784	31,211	-
31,221	3,573	34,784	31,211	-
120,255	14,059	117,284	120,255	11,088
120,255	14,059	117,284	120,255	11,088
\$ 16,372,680	\$ 2,630,068	\$ 9,657,858	\$ 9,342,839	\$ 2,271,013

ST CHARLES PARISH SCHOOL BOARD

FOOTNOTES TO THE SCHEDULE OF FEDERALLY ASSISTED PROGRAM ACTIVITY

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying Schedule of Federally Assisted Program Activity has been prepared on the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the School Board has met the qualifications for respective grants. Several programs are funded by State of Louisiana appropriations and federal funds. Cost incurred in programs partially funded by federal grants are applied against federal grant funds to the extent of revenue available when such costs properly apply to the grant. The information in this schedule is presented in accordance with the requirements of OMB Circular A 133, *Audits of State, Local Governments, and Non-Profit Organizations*. Therefore, some amounts are presented in, or used in the preparation of, the basic financial statements.

Accrued and Deferred Reimbursement

Various reimbursement procedures are used for federal awards received by the School Board. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of year. Accrued balances at year-end represented an excess of reimbursable expenditures over each reimbursements received. Generally, accrued balances caused by differences in the timing of cash reimbursements and expenditures will be reversed in the remaining grant period.

ST CHARLES PARISH SCHOOL BOARD

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2005

Part I - Summary of Auditor's Results

1. The independent auditors' report on the financial statements expressed an unqualified opinion.
2. The statement that reportable conditions in internal control were disclosed by the audit of the financial statements and whether any such conditions were material weaknesses is not applicable.
3. No instance of noncompliance considered material to the financial statements was disclosed by the audit.
4. The statement that reportable conditions in internal control over major programs were disclosed by the audit and whether any such conditions were material weaknesses is not applicable.
5. The independent auditors' report on compliance with requirements applicable to major federal award programs expressed an unqualified opinion.
6. The audit disclosed no findings required to be reported by OMB Circular A-133.
7. The programs tested as major programs for the fiscal year ended June 30, 2005 include:

	CFDA No.
a. Title I	84.010
b. Special Education	84.027A
c. Title II	84.367A

8. A threshold of \$ 300,000 was used to distinguish between Type A and Type B programs as those terms are defined in OMB Circular A-133.
9. The Organization did qualify as a low-risk auditee as that term is defined in OMB Circular A-133.

Part II - Financial Statement Findings Section

There were no findings related to the financial statements for the year ended June 30, 2005.

Part III - Federal Award findings and Questioned Cost Section

The School Board had no findings or questioned costs requiring disclosure for the year ended June 30, 2005.

ST CHARLES PARISH SCHOOL BOARD

SUMMARY OF PRIOR YEAR AUDIT FINDINGS YEAR ENDED JUNE 30, 2005

There were no items identified in the course of the conduct of the prior year's examination that were reported.

State Reporting Section

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Members of the School Board of
St. Charles Parish, Louisiana:

We have performed the procedures included in the Louisiana Governmental Audit Guide and enumerated below, which were agreed to by the management of the St. Charles Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of St. Charles Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule H-1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures,
 - Total General Fund Equipment Expenditures,
 - Total Local Taxation Revenue,
 - Total Local Earnings on Investment in Real Property,
 - Total State Revenue in Lieu of Taxes,
 - Nonpublic Textbook Revenue, and
 - Nonpublic Transportation Revenue.

Education Levels of Public School Staff (Schedule H-2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule H-4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of June 30, 2005.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule H-4) to the combined total of principals and assistant principals per this schedule.
4. We obtained a list of principals, assistant principals, and full-time teachers by classification as of June 30, 2005 and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determined that the individual's education level was properly classified on the schedule

Number and Type of Public Schools (Schedule H-3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title I Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application).

Experience of Public Principals and Full-time Classroom Teachers (Schedule H-4)

6. We obtained a list of principals, assistant principals, and full-time teachers by classification as of June 30, 2005 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined that the individual's experience was properly classified on the schedule.

Public School Staff Data (Schedule H-5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined that the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.
8. We recalculated the average salaries and full-time equivalents reported in the schedule.

Class Size Characteristics (Schedule H-6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to the Schedule H-3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1, 2004 roll books for those classes and determined that the class was properly classified on the schedule.

Louisiana Educational Assessment Program (LEAP) for the 21st Century (Schedule H-7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School System.

The Graduation Exit Exam for the 21st Century (Schedule H-8)

11. We obtained test scores as provided by the testing authority and reconciled the scores as reported by the testing authority to the scores reported in the schedule by the School System.

The Iowa Test (Schedule H-9)

12. We obtained test scores as provided by the testing authority and reconciled the scores as reported by the testing authority to the scores reported in the schedule by the School System.

No exceptions were found as a result of applying the above procedures.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of management of St. Charles Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and is not intended to be and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Deloitte & Touche LLP

December 20, 2005

ST. CHARLES PARISH SCHOOL BOARD
General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2005

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom teacher salaries	\$28,853,204	
Other instructional staff activities	2,508,338	
Employee Benefits	10,481,975	
Purchased professional and technical support	70,160	
Instructional materials and supplies	530,835	
Instructional equipment	2,093,835	
Total Teacher and Student Interaction Activities		\$44,538,347

Other Instructional Activities		6,172,248
--------------------------------	--	-----------

Pupil Support Activities	3,471,292	
Less: Equipment for pupil support activities	1,076	
Net Pupil Support Activities		3,470,216

Instructional Staff Services	3,751,236	
Less: Equipment for staff support services	-	
Net Pupil Support Services		3,751,236

Total General Fund Instructional Expenditures		\$60,243,828
---	--	--------------

Certain Local Revenue Sources:

Local Taxation Revenue:

Constitutional Ad Valorem Tax	\$3,093,145
Renewable Ad Valorem Tax	36,114,757
Debt Service Ad Valorem Tax	4,798,198
Sales and Use Taxes	31,361,204
Total Local Taxational Revenue	\$75,367,304

Local Earnings on Investment in Real Property

Earnings from 16th section property	270
Earnings from other real property	34,788
Total Local Earnings on Investment in Real Property	\$35,058

State Revenue in Lieu of Taxes:

Revenue sharing - constitutional	96,580
Revenue sharing - other taxes	191,852
Revenue sharing - excess portion	-
Total State Revenue in Lieu of Taxes	\$288,432

Nonpublic Textbook Revenue		\$24,576
----------------------------	--	----------

Nonpublic Transportation Revenue		\$146,448
----------------------------------	--	-----------

ST. CHARLES PARISH SCHOOL BOARD

Education Levels of Public School Staff

As of June 30, 2005

Category	Full-Time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a bachelor's degree	-	0.00%	-	0.00%	-	-	-	-
Bachelor's degree	592	74.09%	22	84.62%	-	-	-	-
Master's degree	157	19.65%	4	15.38%	20	52.63%	-	-
Master's degree + 30	47	5.88%	-	0.00%	18	47.37%	-	-
Specialist in education	2	0.25%	-	0.00%	-	-	-	-
Ph.D or Ed. D	1	0.13%	-	0.00%	-	-	-	-
Total	799	100.00%	26	100.00%	38	100.00%	-	0.00%

ST. CHARLES PARISH SCHOOL BOARD

Number and Type of Public Schools

As of June 30, 2005

Type	Number
Elementary	13
Middle School	4
Secondary	2
Combination	0
Total	19

ST. CHARLES PARISH SCHOOL BOARD

Experience of Public Principals and Full-time Classroom Teachers

As of June 30, 2005

	0-1 Yr	2-3 Yrs	4-10 Yrs	11-14 Yrs	15-19 Yrs	20-24 Yrs	25+ Yrs	Total
Assistant Principals	0	0	5	5	1	3	3	17
Principals	0	0	1	1	4	6	9	21
Classroom Teachers	84	98	239	90	92	83	113	799
Total	84	98	245	96	97	92	125	837

ST. CHARLES PARISH SCHOOL BOARD

Public School Staff Data

As of June 30, 2005

	All Classroom Teachers	All Classroom Teachers (Excluding ROTC)
Average Classroom Teachers' Salary Including Extra Compensation	40,472	40,382
Average Classroom Teachers' Salary Excluding Extra Compensation	39,769	39,675
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	795	788

Note: Figures reported include all sources of funding (i.e. federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

ST. CHARLES PARISH SCHOOL BOARD

Class Size Characteristics

As of October 1, 2004

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	74.75%	1,519	23.67%	481	0.98%	20	0.59%	12
Elementary Activity Classes	61.28%	144	22.13%	52	10.64%	25	5.96%	14
Middle	48.73%	325	38.23%	255	13.04%	87	0.00%	0
Middle School Activity Classes	31.82%	28	23.86%	21	32.95%	29	11.36%	10
High School	41.98%	322	30.77%	236	27.25%	209	0.00%	0
High School Activity Classes	67.15%	92	13.87%	19	10.95%	15	8.03%	11

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

ST. CHARLES PARISH SCHOOL BOARD

Louisiana Educational Assessment Program (LEAP) for the 21st Century

For the Year Ended June 30, 2005

Achievement Level Results	English Language Arts						Mathematics					
	2005		2004		2003		2005		2004		2003	
Students - Grade 4	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	32	4	37	5	11	2	20	3	19	3	31	4
Proficient	172	23	184	24	149	21	108	14	126	17	122	17
Basic	345	45	323	43	364	51	357	47	346	46	328	46
Approaching Basic	135	18	125	17	125	18	161	21	153	20	158	22
Unsatisfactory	75	10	84	11	61	9	113	15	109	14	71	10
Total	759		753		710		759		753		710	

Achievement Level Results	Science						Social Studies					
	2005		2004		2003		2005		2004		2003	
Students - Grade 4	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	42	6	18	2	22	3	25	3	19	3	22	3
Proficient	132	17	158	21	128	18	105	14	138	18	119	17
Basic	370	49	389	52	340	48	425	56	411	55	397	56
Approaching Basic	170	22	149	20	182	26	128	17	126	17	126	18
Unsatisfactory	44	6	39	5	38	5	75	10	58	8	46	6
Total	758		753		710		758		752		710	

Achievement Level Results	English Language Arts						Mathematics					
	2005		2004		2003		2005		2004		2003	
Students - Grade 8	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	14	2	9	1	9	1	44	6	35	5	38	6
Proficient	146	19	115	16	168	25	88	12	77	10	73	11
Basic	380	51	370	50	286	43	435	57	462	61	377	56
Approaching Basic	172	23	200	27	171	26	120	16	119	16	109	16
Unsatisfactory	38	5	46	6	34	5	73	10	59	8	80	12
Total	750		740		668		760		752		677	

Achievement Level Results	Science						Social Studies					
	2005		2004		2003		2005		2004		2003	
Students - Grade 8	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Advanced	10	1	18	2	8	1	11	1	10	1	2	0
Proficient	169	23	174	24	141	21	151	20	109	15	55	8
Basic	336	45	288	39	282	42	373	50	402	55	346	52
Approaching Basic	172	23	184	25	186	28	138	18	150	20	196	29
Unsatisfactory	59	8	71	10	49	7	73	10	64	9	67	10
Total	746		735		666		746		735		666	

ST. CHARLES PARISH SCHOOL BOARD
The Graduation Exit Exam for the 21st Century
For the Year Ended June 30, 2004

District Achievement Level Results	English Language Arts						Mathematics					
	2005		2004		2003		2005		2004		2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 10												
Advanced	17	3	25	4	14	2	55	9	79	13	77	11
Proficient	143	23	181	30	145	21	141	22	134	22	144	20
Basic	293	46	250	41	311	45	276	44	268	44	291	40
Approaching Basic	118	19	105	17	146	21	81	13	70	12	106	15
Unsatisfactory	60	10	43	7	78	11	79	13	56	9	109	15
Total	631		604		694		632		607		727	

District Achievement Level Results	Science						Social Studies					
	2005		2004		2003		2005		2004		2003	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students - Grade 10												
Advanced	24	4	16	3	10	2	12	2	11	2	15	2
Proficient	116	21	121	20	101	16	86	16	101	17	101	16
Basic	235	43	259	43	275	44	299	55	351	59	310	49
Approaching Basic	116	21	137	23	146	23	98	18	105	18	129	21
Unsatisfactory	50	9	64	11	98	16	47	9	29	5	73	12
Total	541		597		630		542		597		628	

ST. CHARLES PARISH SCHOOL BOARD

The IOWA Test

As of June 30, 2005

	Composite		
	2005	2004	2003
Test of Basic Skills (ITBS)			
Grade 3	66	65	64
Grade 5	64	62	64
Grade 6	56	56	58
Grade 7	58	60	61
Tests of Educational Development (ITED)			
Grade 9	61	57	57

Scores are reported by National Percentile Rank. A student's National Percentile Rank shows the student's relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. A score of 72 indicates that the student scored the same or better than 72 percent of the students in the norm group.